

Auditing Procedures Report

Issued under P.A. 2 of 1968, as amended and P.A. 71 of 1919, as amended.

Local Unit of Government Type <input checked="" type="checkbox"/> County <input type="checkbox"/> City <input type="checkbox"/> Twp <input type="checkbox"/> Village <input type="checkbox"/> Other		Local Unit Name County of Marquette, Michigan	County Marquette
Fiscal Year End 12/31/05	Opinion Date 4/28/06	Date Audit Report Submitted to State 6-28-06	

We affirm that:

We are certified public accountants licensed to practice in Michigan.

We further affirm the following material, "no" responses have been disclosed in the financial statements, including the notes, or in the Management Letter (report of comments and recommendations).

YES

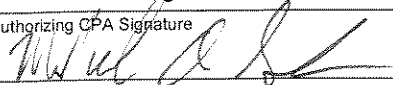
NO

Check each applicable box below. (See instructions for further detail.)

1. ☒ ☐ All required component units/funds/agencies of the local unit are included in the financial statements and/or disclosed in the reporting entity notes to the financial statements as necessary.
2. ☐ ☒ There are no accumulated deficits in one or more of this unit's unreserved fund balances/unrestricted net assets (P.A. 275 of 1980) or the local unit has not exceeded its budget for expenditures.
3. ☒ ☐ The local unit is in compliance with the Uniform Chart of Accounts issued by the Department of Treasury.
4. ☒ ☐ The local unit has adopted a budget for all required funds.
5. ☒ ☐ A public hearing on the budget was held in accordance with State statute.
6. ☒ ☐ The local unit has not violated the Municipal Finance Act, an order issued under the Emergency Municipal Loan Act, or other guidance as issued by the Local Audit and Finance Division.
7. ☒ ☐ The local unit has not been delinquent in distributing tax revenues that were collected for another taxing unit.
8. ☒ ☐ The local unit only holds deposits/investments that comply with statutory requirements.
9. ☒ ☐ The local unit has no illegal or unauthorized expenditures that came to our attention as defined in the *Bulletin for Audits of Local Units of Government in Michigan*, as revised (see Appendix H of Bulletin).
10. ☒ ☐ There are no indications of defalcation, fraud or embezzlement, which came to our attention during the course of our audit that have not been previously communicated to the Local Audit and Finance Division (LAFD). If there is such activity that has not been communicated, please submit a separate report under separate cover.
11. ☐ ☒ The local unit is free of repeated comments from previous years.
12. ☒ ☐ The audit opinion is UNQUALIFIED.
13. ☒ ☐ The local unit has complied with GASB 34 or GASB 34 as modified by MCGAA Statement #7 and other generally accepted accounting principles (GAAP).
14. ☒ ☐ The board or council approves all invoices prior to payment as required by charter or statute.
15. ☒ ☐ To our knowledge, bank reconciliations that were reviewed were performed timely.

If a local unit of government (authorities and commissions included) is operating within the boundaries of the audited entity and is not included in this or any other audit report, nor do they obtain a stand-alone audit, please enclose the name(s), address(es), and a description(s) of the authority and/or commission.

I, the undersigned, certify that this statement is complete and accurate in all respects.

We have enclosed the following:	Enclosed	Not Required (enter a brief justification)	
Financial Statements	<input checked="" type="checkbox"/>		
The letter of Comments and Recommendations	<input checked="" type="checkbox"/>		
Other (Describe)	<input type="checkbox"/>		
Certified Public Accountant (Firm Name) Anderson, Tackman, & Company, PLC		Telephone Number 906-225-1166	
Street Address 102 W. Washington St., Suite 109		City Marquette	State MI
Authorizing CPA Signature 		Printed Name Michael Alan Greutz	Zip 49855
		License Number 1101027988	

**County of Marquette, Michigan
Financial Statements
For the Year Ended December 31, 2005**

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COUNTY OFFICIALS

2005 BOARD OF COUNTY COMMISSIONERS

Chairman and 4th District Commissioner
GERALD O. CORKIN

Vice-Chairman and 9th District Commissioner
CHUCK BERGDAHL

1st District Commissioner
JIM CIHAK

2nd District Commissioner
HARVEY WALLACE

3rd District Commissioner
BRUCE HEIKKILA

5th District Commissioner
NICK JOSEPH

6th District Commissioner
PAUL ARSENAULT

7th District Commissioner
DEBORAH PELLOW

8th District Commissioner
BOB STRUCK

ELECTED OFFICIALS OF MARQUETTE COUNTY

County ClerkConnie M. Branam
County TreasurerGary R. Yoder
Drain Commissioner Patrick Michael Farrell
Mine Inspector John E. Carlson
Prosecuting AttorneyGary L. Walker
Register of DeedsPatricia A. Manley
Sheriff..... Michael H. Lovelace

ELECTED JUDICIARY

Circuit JudgesThomas L. Solka
.....John R. Weber
District JudgesRoger Kangas
.....Dennis H. Girard
Probate JudgeMichael J. Anderegg



ANDERSON, TACKMAN & COMPANY, P.L.C.

CERTIFIED PUBLIC ACCOUNTANTS

PARTNERS

JOHN W. BLEMBERG, CPA

ROBERT J. DOWNS, CPA, CVA

DANIEL E. BIANCHI, CPA

MICHIGAN
ESCANABA
IRON MOUNTAIN
KINROSS
MARQUETTE
WISCONSIN
GREEN BAY
MILWAUKEE

INDEPENDENT AUDITORS' REPORT

Honorable Chairman and Members
Of the Board of Commissioners
County of Marquette, Michigan
Marquette, Michigan 49955

We have audited the accompanying financial statements of the governmental activities, business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of the County of Marquette, Michigan, as of and for the year ended December 31, 2005, which collectively comprise the County of Marquette, Michigan's basic financial statements as listed in the table of contents. These financial statements are the responsibility of the County of Marquette, Michigan's management. Our responsibility is to express opinions on these financial statements based on our audit. We did not audit the financial statements of the Medical Care Facility, which represents 18 percent, 16 percent, and 59 percent, respectively, of the assets, net assets and revenues of the Business-type activities. Those financial statements were audited by other auditors whose report thereon has been furnished to us, and our opinion, insofar as it relates to the amounts included for Medical Care Facility, is based on the report of the other auditors.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit and the report of other auditors provide a reasonable basis for our opinions.

In our opinion, based on our audit and the report of other auditors, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, business-type activities, the aggregate discretely presented component units, each major fund and the aggregate remaining fund information of the County of Marquette, Michigan as of December 31, 2005, and the respective changes in financial position and cash flows thereof for the year then ended in conformity with accounting principles generally accepted in the United States of America.

In accordance with *Government Auditing Standards*, we have also issued our report dated April 28, 2006 on our consideration of the County of Marquette, Michigan's internal control over financial reporting and our tests of its compliance with certain provision of laws, regulations, contracts and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be considered in assessing the results of our audit.

The management's discussion and analysis and budgetary comparison information on pages 5 through 11 and 49 and 53 are not a required part of the basic financial statements but are supplementary information required by accounting principles generally accepted in the United States of America. We have applied certain limited procedures, which consisted principally of inquiries of management regarding the methods of measurement and presentation of the required supplementary information. However, we did not audit the information and express no opinion on it.

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the County of Marquette, Michigan's basic financial statements. The combining and individual fund financial statements and schedules are presented for the purpose of additional analysis and are not a required part of the basic financial statement. Such information has been subjected to the auditing procedures applied by us and the other auditors in the audit of the basic financial statements and, in our opinion, are fairly stated in all material respects in relation to the basic financial statements taken as a whole.

Anderson, Tackman & Company, PLLC
Certified Public Accountants

April 28, 2006

County of Marquette, Michigan

MANAGEMENT'S DISCUSSION AND ANALYSIS (UNAUDITED)

Our discussion and analysis of the County of Marquette's financial performance provides an overview of the County's financial activities for the year ended December 31, 2005. Please read it in conjunction with the financial statements, which begin on page 12.

FINANCIAL HIGHLIGHTS

The assets of the County exceeded its liabilities at the close of the most recent fiscal year by \$83,761,069 (net assets). Of this amount, \$24,101,912 (unrestricted net assets) may be used to meet the government's ongoing obligations to citizens and creditors.

Net assets for the County as a whole increased by \$4,200,899. Net assets of our business-type activities increased by \$1,615,559, and net assets of our governmental activities increased by \$2,585,340.

During the year, the County had expenses for governmental activities that were \$29,013,002, and expenses for business-type activities that were \$14,057,030.

The General Fund reported a net fund balance of \$1,202,379, an increase of \$290,777. At the end of the current fiscal year, unreserved and undesignated fund balance for the General Fund was \$840,982, or 4.8% of total General Fund expenditures (including operating transfers).

USING THIS ANNUAL REPORT

This annual report consists of a series of financial statements. The Statement of Net Assets and the Statement of Activities (on pages 12 & 13) provide information about the activities of the County as a whole and present a longer-term view of the County's finances. Fund financial statements start on page 14. For governmental activities, these statements tell how these services were financed in the short term as well as what remains for the future spending. Fund financial statements also report the County's operations in more detail than the government-wide statements by providing information about the County's most significant funds. The remaining statements provide financial information about activities for which the County acts solely as a trustee or agent for the benefit of those outside the government.

Reporting the County as a Whole

Our analysis of the County as a whole begins on page 7. One of the most important questions asked about the County's finances is, "Is the County as a whole better off or worse off as a result of the year's activities?" The Statement of Net Assets and the Statement of Activities report information about the County as a whole and about its activities in a way that helps answer this question. These statements include *all* assets and liabilities using the *accrual basis of accounting*, which is similar to the accounting used by most private-sector companies. All of the current year's revenues and expenses are taken into account regardless of when cash is received or paid. These two statements report the County's *net assets* and changes in them. You can think of the County's net assets - the difference between assets and liabilities - as one way to measure the County's financial health, or *financial position*. Over time, *increases or decreases* in the County's net assets are one indicator of whether its *financial health* is improving or deteriorating. You will need to consider other non-financial factors, however, such as

MANAGEMENT'S DISCUSSION AND ANALYSIS (UNAUDITED) (Continued)

changes in the County's patron base and the condition of the County's capital assets, to assess the *overall financial health* of the County.

In the Statement of Net Assets and the Statement of Activities, we divide the County into three kinds of activities:

- Governmental activities – Most of the County's basic services are reported here, including the legislative, judicial, public safety, recreation and culture, and general services and administration. Property taxes, charges for services and state sources fund most of these activities.
- Business-type activities – The County charges a fee to customers to help it cover all or most of the cost of certain services it provides. The County's Medical Care Facility, Airport, K.I. Sawyer Water & Sewer, and Forest Recreation Funds are reported here.
- Component units – The County includes the Road Commission in its report. Although it is a legally separate entity, this "component unit" is important because the County is financially accountable for it.

Reporting the County's Most Significant Funds

Our analysis of the County's major funds begins on page 10. The fund financial statements begin on page 14 and provide detailed information on the most significant funds – not the County as a whole. Some funds are required to be established by State law and by bond covenants. However, the County Commission establishes many other funds to help it control and manage money for particular purposes or to show that it is meeting legal responsibilities for using taxes, grants, and other money. The County's two kinds of funds - *governmental* and *proprietary* - use different accounting approaches.

- *Governmental Funds* – Most of the County's basic services are reported in governmental funds, which focus on how money flows into and out of those funds and the balances left at year-end that are available for spending. These funds are reported using an accounting method called *modified accrual* accounting, which measures cash and all other financial assets that can be readily converted into cash. The governmental fund statements provide a detailed *short-term view* of the County's general government operations and the basic services it provides. Governmental fund information helps you determine whether there are more or fewer financial resources that can be spent in the near future to finance the County's programs. We describe the relationship (or differences) between governmental *activities* (reported in the Statement of Net Assets and Statement of Activities) and governmental *funds* in a reconciliation which follows the fund financial statements.
- *Proprietary Funds* – When the County charges customers for the services it provides – whether to outside customers or to other units of the County – these services are generally reported in proprietary funds. Proprietary funds are reported in the same way that all activities are reported in the Statement of Net Assets and the Statement of Activities. In fact, the County's enterprise funds (a component of proprietary funds) are the same as the business-type activities we report in the government-wide statements but provide more detail and additional information, such as cash flows, for proprietary funds. We use internal service funds (the other component of proprietary funds) to

MANAGEMENT'S DISCUSSION AND ANALYSIS (UNAUDITED) (Continued)

report activities that provide supplies and services for the County's other programs and activities – such as the Delinquent Tax Revolving Funds.

The County as Trustee

The County is the trustee, or fiduciary, for assets that – because of a trust arrangement – can be used only for the trust beneficiaries. All of the County's fiduciary activities are reported in separate Statements of Fiduciary Net Assets on page 21. We exclude these activities from the County's other financial statements because the County cannot use these assets to finance its operations. The County is responsible for ensuring that the assets reported in these funds are used for their intended purposes.

The County as a Whole

Table I provides a summary of the County's net assets as of December 31, 2005.

**Table 1
Net Assets**

	Governmental Activities		Business-Type Activities		Total Primary Government	
	2005	2004	2005	2004	2005	2004
Current and Other Assets	\$33,577,401	\$30,697,604	\$7,261,465	\$6,380,363	\$40,838,866	\$37,077,967
Capital Assets, net	6,177,834	6,448,349	52,534,772	51,592,987	58,712,606	58,041,336
Total Assets	39,755,235	37,145,953	59,796,237	57,973,350	99,551,472	95,119,303
Current Liabilities	12,971,490	13,297,014	1,377,473	516,639	14,348,963	13,813,653
Non-current Liabilities	1,441,440	1,091,974		653,506	1,441,440	1,745,480
Total Liabilities	14,412,930	14,388,988	1,377,473	1,170,145	15,790,403	15,559,133
Net Assets:						
Invested in capital assets, net of related debt	6,177,834	6,448,349	52,534,772	51,592,987	58,712,606	58,041,336
Restricted	443,278	657,542	503,273	0	946,551	657,542
Unrestricted (deficit)	18,721,193	15,651,074	5,380,719	5,210,218	24,101,912	20,861,292
Total Net Assets	25,342,305	\$22,756,965	58,418,764	56,803,205	\$83,761,069	\$79,560,170

Net assets of the County's governmental activities stood at \$25,342,305. *Unrestricted* net assets—the part of net assets that could be used to finance day-to-day activities without constraints established by debt covenants, enabling legislation, or other legal requirements stood at \$18,721,193. The \$18,721,193 in unrestricted net assets of governmental activities represents the accumulated results of all past years' operations. The operating results of the General Fund will have a significant impact on the change in unrestricted net assets from year to year. For 2005, unrestricted net assets increased by \$3,070,119.

The net assets of our business-type activities stood at \$58,418,764. The County can generally only use these net

MANAGEMENT'S DISCUSSION AND ANALYSIS (UNAUDITED) (Continued)

assets to finance continuing operations of Medical Care Facility, Airport, Water & Sewer Fund, and Forest/Recreation Fund operations.

The results of this year's operations for the County as a whole are reported in the Statement of Activities (see Table 2), which shows the changes in net assets for fiscal year 2005.

Table 2
Change in Net Assets

	Governmental Activities		Business-Type Activities		Total Primary Government	
	2005	2004	2005	2004	2005	2004
Program Revenues:						
Charges for Services	\$5,404,974	\$5,149,634	\$10,517,526	\$9,463,415	\$15,922,500	\$14,613,049
Operating Grants and Contributions	7,131,599	8,580,629	49,654	128,766	7,181,253	8,709,395
Capital Grants and Contributions	-	811,474	2,161,879	-	2,161,879	811,474
General Revenues:						
Property taxes	14,833,687	14,266,332	-	-	14,833,687	14,266,332
State sources	-	380,498	-	-	-	380,498
Interest and Miscellaneous	5,844,496	6,358,610	1,327,116	11,231,526	7,171,612	17,590,136
Total Revenues	33,214,756	35,547,177	14,056,175	20,823,707	47,270,931	56,370,884
Program Expenses						
Legislative	225,869	220,779	-	-	225,869	220,779
Judicial	5,712,890	5,633,297	-	-	5,712,890	5,633,297
Management	1,850,076	1,058,088	-	-	1,850,076	1,058,088
Public Records	1,843,197	1,611,905	-	-	1,843,197	1,611,905
Law Enforcement	6,675,449	5,836,768	-	-	6,675,449	5,836,768
Human Services	6,251,546	6,382,329	-	-	6,251,546	6,382,329
Resource						
Management/Development	3,085,460	5,940,919	-	-	3,085,460	5,940,919
Other	3,288,852	3,901,126	-	-	3,288,852	3,901,126
Interest on Long-Term Debt	79,663	79,663	-	-	79,663	79,663
Medical Care Facility	-	-	9,612,163	9,410,672	9,612,163	9,410,672
Airport	-	-	3,014,694	2,627,514	3,014,694	2,627,514
Forestry	-	-	175,717	161,292	175,717	161,292
Foreclosure	-	-	44,130	-	44,130	-
Water & Sewer	-	-	1,210,326	296,417	1,210,326	296,417
Total Expenses	29,013,002	30,664,874	14,057,030	12,495,895	43,070,032	43,160,769
Excess (deficiency) before transfers	4,201,754	4,882,303	(855)	8,327,812	4,200,899	13,210,115
Transfers	(1,616,414)	(600,000)	1,616,414	600,000	-	-
Increase (decrease) in net assets	2,585,340	4,282,303	1,615,559	8,927,812	4,200,899	13,210,115
Net assets, Beginning	22,756,965	18,474,662	56,803,205	47,875,393	79,560,170	66,350,055
Net assets, Ending	\$25,342,305	\$22,756,965	\$58,418,764	\$56,803,205	\$83,761,069	\$79,560,170

MANAGEMENT'S DISCUSSION AND ANALYSIS (UNAUDITED) (Continued)

The County's total revenues were \$47,270,931. The total cost of all programs and services was \$43,070,032, resulting in an increase in net assets of \$4,200,899. Our analysis below separately considers the operations of governmental and business-type activities:

Governmental Activities

The net assets of the County's governmental activities increased \$2,585,340 for the year ended December 31, 2005. The primary reason for the increase in net assets is the sale of property at the former K.I. Sawyer Air Force Base. The county received the property from the federal government at no charge.

Expenses for the year ended December 31, 2005, decreased by approximately 5% from the previous year.

Table 3 presents the cost of each of the five largest programs - Human Services, Law Enforcement, Resource Management/Development, Courts and Other - as well as each program's net cost (total cost less revenues generated by the activities). The net cost shows the financial burden that each program placed on the County's operation.

Table 3
Governmental Activities

	Total Cost of Services		Net Cost of Services	
	2005	2004	2005	2004
Law Enforcement	\$6,675,449	\$5,836,768	\$3,900,036	\$3,735,806
Human Services	6,251,546	6,382,329	2,034,454	2,559,507
Courts	5,712,890	5,633,297	3,023,615	3,107,322
Resource Management/Development	3,085,460	5,940,919	1,450,717	1,310,183
Other	3,288,852	3,901,126	3,288,852	3,487,970

Business-type Activities

During the year ended December 31, 2005, the net assets of the County's business-type activities increased by \$1,616,559. The primary reason for the increase in assets is the result of recognition of federally-funded airport capital projects.

Although the Medical Care Facility Fund incurred an operating loss of \$436,545, non-operating revenues and intergovernmental transfers resulted in a decrease in net assets of \$74,538.

The Airport Fund reported operating income of \$416,368. This amount included recognition of \$1,965,213 in federally-funded airport improvements projects during this year. The Airport Fund recorded depreciation expenses of \$839,188.

MANAGEMENT'S DISCUSSION AND ANALYSIS (UNAUDITED) (Continued)

The Water & Sewer Fund reported an operating loss of \$167,967. This amount included depreciation expense of \$317,020.

The Forest Recreation Fund reported operating income of \$82,711 with non-operating revenues of \$15,037 for the year ended December 31, 2005. The fund recognized an increase in net assets of \$97,748.

THE COUNTY'S FUNDS

As the County completed the year, its governmental funds (as presented in the balance sheet on page 14) reported a *combined* fund balance of \$13,929,791, an increase of \$4,644,429 from the beginning of the year.

The net assets of the County's General Fund increased by \$290,777, and all other government funds increased by \$2,294,563, as a result of standard governmental operations.

General Fund Budgetary Highlights

Over the course of the year, the County Commission revised the budget several times.

The amendments resulted in a net increase to budget general fund expenses of \$622,535. Significant adjustments included a \$360,000 CDBG Grant for B-3 Computers and \$109,101 in Federal grants for pass through to sub-grantees. With these adjustments, actual charges to expenditures were \$586,703 less than the final amended budget. Revenues were \$259,796 less than the final budget projection.

CAPITAL ASSET AND DEBT ADMINISTRATION

Capital Assets

At the end of fiscal 2005, the County had \$58,712,606 invested in a variety of capital assets including land, buildings, and other equipment. (See table 4 below).

Table 4
Capital Assets at Year-End (Net of Depreciation)

	Governmental Activities		Business-Type Activities		Total Primary Government	
	<u>2005</u>	<u>2004</u>	<u>2005</u>	<u>2004</u>	<u>2005</u>	<u>2004</u>
Land	377,837	380,356	25,734,946	25,957,575	26,112,783	26,337,931
Building & Improvements	4,419,063	4,786,586	20,451,525	21,266,435	24,870,588	26,053,021
Equipment & Furnishings	1,380,934	1,281,407	1,201,624	1,363,334	2,582,558	2,644,741
Construction in Progress	-	-	2,734,746	425,585	2,734,746	425,585
Infrastructure	-	-	2,411,931	2,525,519	2,411,931	2,525,519
	<u>6,177,834</u>	<u>6,448,349</u>	<u>52,534,772</u>	<u>51,538,448</u>	<u>58,712,606</u>	<u>57,986,797</u>

MANAGEMENT'S DISCUSSION AND ANALYSIS (UNAUDITED) (Continued)

Debt

At year end, the County had no outstanding debt. The Building Authority Bonds were repaid during the year with proceeds from the sale of the DeFant Building to Pathways

ECONOMIC FACTORS AND NEXT YEAR'S BUDGETS

In preparing the County's budget for the year ending December 31, 2006, the current economic health of the State of Michigan was of great concern. The deterioration of the state's economy will likely result in additional decreases in state funding.

CONTACTING THE COUNTY'S FINANCIAL MANAGEMENT

This financial report is designed to provide our citizens, taxpayers, customers, and investors and creditors with a general overview of the County's finances and to show the County's accountability for the money it receives. If you have questions about this report or need additional financial information, contact the County Administrators Office at Marquette County Courthouse, Marquette, Michigan 49855.

County of Marquette, Michigan

STATEMENT OF NET ASSETS

December 31, 2005

	Primary Government			Component Units
	Governmental Activities	Business Type Activities	Total	
ASSETS				
Current Assets:				
Cash and equivalents	\$ 5,293,198	\$ 3,714,475	\$ 9,007,673	\$ 3,781,607
Cash and equivalents - restricted	-	2,031,335	2,031,335	-
Investments	8,949,253	-	8,949,253	-
Receivables (net)	18,152,745	1,302,932	19,455,677	3,408,819
Primary government internal balances	-	-	-	-
Other current assets	1,182,205	212,723	1,394,928	1,527,078
TOTAL CURRENT ASSETS	33,577,401	7,261,465	40,838,866	8,717,504
Noncurrent assets:				
Land and construction in progress	367,733	17,960,332	18,328,065	-
Other capital assets	15,292,493	46,148,502	61,440,995	15,537,980
Accumulated depreciation	(9,482,392)	(11,574,062)	(21,056,454)	(12,316,112)
Total Capital Assets	6,177,834	52,534,772	58,712,606	3,221,868
TOTAL NONCURRENT ASSETS	6,177,834	52,534,772	58,712,606	3,221,868
TOTAL ASSETS	39,755,235	59,796,237	99,551,472	11,939,372
LIABILITIES:				
Current Liabilities:				
Accounts payable	2,157,772	506,000	2,663,772	834,145
Accrued payroll and related	447,130	205,666	652,796	127,560
Deferred revenue	10,261,098	-	10,261,098	156,341
Current portion of compensated absences	105,490	665,807	771,297	125,897
Current portion of bonds payable	-	-	-	820,000
Current potion of notes and contracts payable	-	-	-	69,552
Other current liabilities	-	-	-	194,664
TOTAL CURRENT LIABILITIES	12,971,490	1,377,473	14,348,963	2,328,159
Noncurrent Liabilities:				
Compensated absences	1,441,440	-	1,441,440	377,690
Bonds payable	-	-	-	3,760,000
Long-term contracts and notes payable	-	-	-	755,508
Other	-	-	-	-
TOTAL NONCURRENT LIABILITIES	1,441,440	-	1,441,440	4,893,198
TOTAL LIABILITIES	14,412,930	1,377,473	15,790,403	7,221,357
NET ASSETS				
Invested in capital assets net of related debt	6,177,834	52,534,772	58,712,606	2,407,795
Restricted for:				
Other activities	443,278	503,273	946,551	795,655
Unrestricted	18,721,193	5,380,719	24,101,912	1,514,565
TOTAL NET ASSETS	\$ 25,342,305	\$ 58,418,764	\$ 83,761,069	\$ 4,718,015

The accompanying notes are an integral part of these financial statements

COUNTY OF MARQUETTE, MICHIGAN
STATEMENT OF ACTIVITIES

For the Year Ended December 31, 2005

Function / Programs	Program Revenues				Net (Expense) Revenue and Changes in Net Assets			
	Expenses	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Primary Government			
					Governmental Activities	Business Type Activities	Total	Component Units
Primary Government:								
Governmental Activities:								
Legislative	\$ 225,869	\$ 21,155	\$ -	\$ -	\$ (204,714)	\$ -	\$ (204,714)	\$ -
Courts	5,712,890	1,226,994	1,462,281	-	(3,023,615)	-	(3,023,615)	-
Management	1,850,076	-	-	-	(1,850,076)	-	(1,850,076)	-
Public records	1,843,197	940,499	258,396	-	(644,302)	-	(644,302)	-
Law enforcement	6,675,449	1,536,179	1,239,234	-	(3,900,036)	-	(3,900,036)	-
Human services	6,251,546	1,052,381	3,184,711	-	(2,034,454)	-	(2,034,454)	-
Resource management/Development	3,065,460	627,766	1,066,977	-	(1,430,717)	-	(1,430,717)	-
Other	3,288,852	-	-	-	(3,288,852)	-	(3,288,852)	-
Interest on long-term debt	79,663	-	-	-	(79,663)	-	(79,663)	-
Total Governmental Activities	29,013,002	5,404,974	7,131,599	-	(16,476,429)	-	(16,476,429)	-
Business Type Activities:								
Medical Care Facility	9,612,163	8,883,383	-	-	-	(748,780)	(748,780)	-
Airport	3,014,894	570,254	49,654	2,068,350	-	(326,436)	(326,436)	-
Forestry	175,717	80,658	-	93,529	-	(1,529)	(1,529)	-
Foreclosure	44,130	67,667	-	-	-	23,537	23,537	-
Water and Sewer	1,210,326	935,563	-	-	-	(274,763)	(274,763)	-
Total Business Type Activities	14,057,030	10,517,526	49,654	2,161,879	-	(1,327,971)	(1,327,971)	-
TOTAL PRIMARY GOVERNMENT	\$ 43,070,032	\$ 15,922,500	\$ 7,181,253	\$ 2,161,879	(16,476,429)	(1,327,971)	(17,804,400)	-
Component Units:								
County Road Department	9,879,357	2,277,022	7,851,157	-	-	-	-	248,822
EDC Fund	183,846	-	-	-	-	-	-	(183,846)
DPW Debt Funds	175,093	767,080	-	-	-	-	-	591,997
Raney Creek Maintenance Fund	-	-	-	-	-	-	-	-
TOTAL COMPONENT UNITS	\$ 10,238,296	\$ 3,044,112	\$ 7,851,157	\$ -	-	-	-	656,973
General Revenues:								
Taxes	-	-	-	-	14,833,687	-	14,833,687	-
Unrestricted State sources	-	-	-	-	335,071	81,041	416,112	160,687
Interest and investment earnings	-	-	-	-	5,509,425	1,246,075	6,755,500	293,030
Miscellaneous	-	-	-	-	(1,616,414)	1,616,414	-	-
Transfers	-	-	-	-	-	-	-	-
TOTAL GENERAL REVENUES AND TRANSFERS					19,061,769	2,943,530	22,005,299	453,717
CHANGE IN NET ASSETS					2,595,340	1,615,559	4,200,899	1,110,690
Net assets, beginning of year, as restated					22,756,965	56,803,205	79,560,170	3,607,325
NET ASSETS, END OF YEAR					\$ 25,342,305	\$ 58,418,764	\$ 83,761,069	\$ 4,718,015

The accompanying notes are an integral part of these financial statements.

COUNTY OF MARQUETTE, MICHIGAN

GOVERNMENTAL FUNDS

BALANCE SHEET

December 31, 2005

	General Fund	Health Department Fund	Community Development Fund	Revenue Sharing Reserve Fund	Airport Stabilization Fund	Other Governmental Funds	Total
ASSETS							
Cash and investments	\$ 496,903	\$ -	\$ 95,530	\$ 1,924,390	\$ 2,861,501	\$ 4,065,489	\$ 9,443,813
Receivables	171,033	89,785	-	2,540,395	2,500,000	3,553,811	8,855,024
Taxes receivable	5,318,431	-	-	-	-	-	5,318,431
Due from State	-	79,005	-	-	-	389,069	468,074
Due from others	23,574	-	2,217,264	-	-	-	2,240,838
Due from other funds	1,143,771	-	-	-	-	-	1,143,771
Other assets	409,253	24,153	-	-	-	748,799	1,182,205
TOTAL ASSETS	\$ 7,562,965	\$ 192,943	\$ 2,312,794	\$ 4,464,785	\$ 5,361,501	\$ 8,757,168	\$ 28,652,156
LIABILITIES AND FUND BALANCE							
LIABILITIES:							
Cash and investments overdraft	\$ -	\$ 45,448	\$ -	\$ -	\$ -	\$ 710,463	\$ 755,911
Accounts payable	197,965	67,470	209	-	292,000	1,447,157	2,004,801
Due to others	37	-	-	-	-	-	37
Due to State	-	-	-	-	-	24,127	24,127
Due to other funds	-	-	-	1,116,322	-	7,449	1,123,771
Accrued payroll and related	363,163	34,649	-	-	-	49,318	447,130
Accrued sick and vacation	51,295	42,604	-	-	-	11,591	105,490
Deferred revenue	5,748,126	-	2,217,264	-	-	2,295,708	10,261,098
TOTAL LIABILITIES	6,360,586	190,171	2,217,473	1,116,322	292,000	4,545,813	14,722,365
FUND BALANCE							
Reserved for:							
Capital Outlay	-	-	-	-	-	443,278	443,278
Debt service	-	-	-	-	-	-	-
Other	361,397	-	-	-	-	42,188	403,585
Unreserved, reported in:							
General Fund	840,982	-	-	-	-	-	840,982
Special Revenue Funds	-	2,772	95,321	3,348,463	5,069,501	3,725,889	12,241,946
Capital Projects Funds	-	-	-	-	-	-	-
TOTAL FUND BALANCE	1,202,379	2,772	95,321	3,348,463	5,069,501	4,211,355	13,929,791
TOTAL LIABILITIES AND FUND BALANCE	\$ 7,562,965	\$ 192,943	\$ 2,312,794	\$ 4,464,785	\$ 5,361,501	\$ 8,757,168	\$ 28,652,156

The accompanying notes are an integral part of these financial statements.

County of Marquette, Michigan

**RECONCILIATION OF THE BALANCE SHEET OF GOVERNMENTAL FUNDS
TO THE STATEMENT OF NET ASSETS**

December 31, 2005

Total Fund Balances for Governmental Funds	\$ 13,929,791
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*Amounts reported for governmental activities in the statement
of net assets are different because:*

Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds	5,462,781
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Internal service funds are used by management to administer the activities of the Delinquent Tax Revolving Funds. The assets and liabilities of the internal service funds are included in governmental activities in the statement of net assets, net of capital assets.	7,391,173
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Long-term liabilities, including bonds payable, are not due and payable
in the current period and therefore are not reported in the funds.

Compensated absences	<u>\$ 1,441,440</u>	(1,441,440)
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NET ASSETS OF GOVERNMENTAL ACTIVITIES	<u>\$ 25,342,305</u>
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The accompanying notes are an integral part of these financial statements

COUNTY OF MARQUETTE, MICHIGAN
GOVERNMENTAL FUNDS
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
For the Fiscal Year Ended December 31, 2005

	General Fund	Health Department Fund	Community Development Fund	Revenue Sharing Reserve Fund	Airport Stabilization Fund	Other Governmental Funds	Total Governmental Funds
REVENUES:							
Taxes & Penalties	\$ 10,085,154	\$ -	\$ -	\$ 2,565,799	\$ -	\$ 2,182,734	\$ 14,833,687
Licenses and permits	566,379	-	-	-	-	-	566,379
Federal sources	485,690	-	-	-	-	1,526,086	2,011,776
State sources	1,139,274	2,816,237	241,596	-	-	1,723,007	5,920,114
Charges for services	2,795,705	1,052,381	-	-	-	190,216	4,038,302
Fines and forfeits	73,932	-	-	-	-	-	73,932
Interest	87,512	-	3,994	-	77,399	209,786	378,691
Other	887,710	388,902	123,979	-	4,995,000	115,379	6,510,970
TOTAL REVENUES	<u>16,121,356</u>	<u>4,257,520</u>	<u>369,569</u>	<u>2,565,799</u>	<u>5,072,399</u>	<u>5,947,208</u>	<u>34,333,851</u>
EXPENDITURES:							
Current operations:							
Legislative	\$ 225,869	\$ -	\$ -	\$ -	\$ -	\$ -	225,869
Courts	2,981,706	-	-	-	-	2,725,278	5,706,984
Management	1,033,146	-	-	-	753,675	7,539	1,794,360
Public Records	1,371,312	-	-	-	-	316,817	1,688,129
Law Enforcement	5,244,679	-	-	-	-	1,513,255	6,757,934
Human Services	73,919	4,517,804	-	-	-	1,659,823	6,251,546
Resource Mgmt./Development	1,826,510	-	-	-	-	911,216	2,737,726
Other	3,063,883	-	392,508	-	-	5,349	3,461,740
TOTAL EXPENDITURES	<u>15,821,024</u>	<u>4,517,804</u>	<u>392,508</u>	<u>-</u>	<u>753,675</u>	<u>7,139,277</u>	<u>28,624,288</u>
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	<u>300,332</u>	<u>(260,284)</u>	<u>(22,939)</u>	<u>2,565,799</u>	<u>4,318,724</u>	<u>(1,192,069)</u>	<u>5,709,563</u>
OTHER FINANCING SOURCES(USES):							
Operating transfer in	1,652,322	263,056	-	-	-	1,448,821	3,364,199
Operating transfer (out)	(1,661,877)	(24,720)	-	(1,116,322)	(1,202,686)	(423,728)	(4,429,333)
TOTAL OTHER FINANCING SOURCES(USES)	<u>(9,555)</u>	<u>238,336</u>	<u>-</u>	<u>(1,116,322)</u>	<u>(1,202,686)</u>	<u>1,025,093</u>	<u>(1,065,134)</u>
CHANGES IN FUND BALANCE	<u>290,777</u>	<u>(21,948)</u>	<u>(22,939)</u>	<u>1,449,477</u>	<u>3,116,038</u>	<u>(166,976)</u>	<u>4,644,429</u>
Fund balance, beginning of year	<u>911,602</u>	<u>24,720</u>	<u>118,260</u>	<u>1,898,986</u>	<u>1,953,463</u>	<u>4,378,331</u>	<u>9,285,362</u>
FUND BALANCE, END OF YEAR	<u>\$ 1,202,379</u>	<u>\$ 2,772</u>	<u>\$ 95,321</u>	<u>\$ 3,348,463</u>	<u>\$ 5,069,501</u>	<u>\$ 4,211,355</u>	<u>\$ 13,929,791</u>

The accompanying notes are an integral part of these financial statements.

COUNTY OF MARQUETTE, MICHIGAN

RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES

For the Year Ended December 31, 2005

Net Change in Fund Balances - Total Governmental Funds **\$ 4,644,429**

*Amounts reported for governmental activities in the statement
of activities are different because:*

Governmental funds report capital outlays as expenditures. However, in the statement of activities, the cost of those assets is allocated over their estimated useful lives as depreciation expense. This is the amount by which capital outlays exceeded depreciation in the current period.

Capital outlays	\$ 218,225	
Depreciation expense	<u>(476,355)</u>	
		(258,130)

Some expenses reported in the statement of activities, such as compensated absences, do not require the use of current financial resources and therefore are not reported as expenditures in governmental funds.

14,525

SLP property sale recorded in prior year government wide financial statements

(1,750,000)

Internal service funds are used by management to administer the activities of the Delinquent Tax Revolving Funds. The net revenue of the internal service funds are included in governmental activities in the statement of net assets.

(65,484)

CHANGE IN NET ASSETS OF GOVERNMENTAL ACTIVITIES	<u>\$ 2,585,340</u>
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The accompanying notes are an integral part of financial statements.

COUNTY OF MARQUETTE, MICHIGAN

PROPRIETY FUNDS

COMBINING STATEMENT OF NET ASSETS

December 31, 2005

	Business – Type Activities: Enterprise Funds						Governmental Activities Internal Service Funds
	Medical Care Facility Operating Fund	Airport Fund	Forestry Fund	Foreclosure Fund	Water & Sewer Fund	Total	
ASSETS							
Current Assets:							
Cash and investments	\$ 2,487,937	\$ 499,182	\$ 583,473	\$ 25,378	\$ 118,505	\$ 3,714,475	\$ 5,433,529
Cash and investments-restricted	2,031,335	-	-	-	-	2,031,335	-
Accounts receivable, net	967,984	90,352	89,330	350	154,916	1,302,932	-
Delinquent tax receivable	-	-	-	-	-	-	1,096,848
Accrued interest receivable	-	-	-	-	-	-	136,335
Due from State	-	-	-	-	-	-	-
Due from other funds	-	-	-	-	-	-	-
Due from other units	-	-	-	-	-	-	17,195
Inventory	-	-	-	-	-	-	-
Prepays and other assets	195,517	17,206	-	-	-	212,723	-
TOTAL CURRENT ASSETS	\$ 5,682,773	606,740	672,803	25,728	273,421	7,261,465	6,683,907
Noncurrent Assets:							
Capital assets, net of accumulated depreciation	4,919,113	27,644,103	10,610,984	-	9,360,572	52,534,772	715,053
TOTAL NONCURRENT ASSETS	4,919,113	27,644,103	10,610,984	-	9,360,572	52,534,772	715,053
TOTAL ASSETS	10,601,886	28,250,843	11,283,787	25,728	9,633,993	59,796,237	7,398,960
LIABILITIES							
Current Liabilities:							
Accounts payable	152,954	47,202	17,352	1,962	20,243	239,713	6,984
Due to other funds	-	-	-	-	-	-	-
Due to other units	186,911	-	-	-	-	186,911	803
Accrued payroll and related liabilities	143,181	44,900	-	-	17,585	205,666	-
Accrued sick and vacation pay	497,207	130,316	-	-	38,284	665,807	-
Deferred revenue	-	-	-	-	-	-	-
Other liabilities	5,417	27,758	-	-	46,201	79,376	-
Current portion of long-term debt	-	-	-	-	-	-	-
TOTAL CURRENT LIABILITIES	985,670	250,176	17,352	1,962	122,313	1,377,473	7,787
Noncurrent Assets:							
Notes payable	-	-	-	-	-	-	-
TOTAL NONCURRENT ASSETS	-	-	-	-	-	-	-
TOTAL LIABILITIES	985,670	250,176	17,352	1,962	122,313	1,377,473	7,787
NET ASSETS							
Invested in capital assets							
net of related debt	4,919,113	27,644,103	10,610,984	-	9,360,572	52,534,772	715,053
Unrestricted	4,697,103	356,564	655,451	23,765	151,109	5,883,992	6,676,120
TOTAL NET ASSETS	\$ 9,616,216	\$ 28,000,667	\$ 11,266,435	\$ 23,765	\$ 9,511,681	\$ 58,418,764	\$ 7,391,173

The accompanying notes are an integral part of these financial statements

COUNTY OF MARQUETTE, MICHIGAN

PROPRIETARY FUNDS

COMBINING STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET ASSETS

For the Fiscal Year Ended December 31, 2005

	Business - Type Activities: Enterprise Funds						Governmental Activities Internal Service Funds
	Medical Care Facility Operating Fund	Airport Fund	Forestry Fund	Foreclosure Fund	Water & Sewer Fund	Total	
OPERATING REVENUES:							
Federal sources	\$ -	\$ 2,068,350	\$ -	\$ -	\$ -	\$ 2,068,350	\$ -
State sources	-	49,654	93,529	-	-	143,183	-
Charges for services(net)	8,863,383	570,254	80,659	67,667	935,563	10,517,526	266,370
Penalties and interest on taxes	-	-	-	-	-	-	407,079
Interest earned	-	-	-	-	-	-	193,680
Collection fee and other revenues	-	-	-	-	-	-	-
Other operating revenue	312,235	742,804	84,240	-	106,796	1,246,075	27,638
TOTAL OPERATING REVENUES	9,175,618	3,431,062	258,428	67,667	1,042,359	13,975,134	894,767
OPERATING EXPENSES:							
Operating expenses	9,163,844	2,175,506	154,046	44,130	893,306	12,430,832	408,971
Depreciation	448,319	839,188	21,671	-	317,020	1,626,198	-
TOTAL OPERATING EXPENSES	9,612,163	3,014,694	175,717	44,130	1,210,326	14,057,030	408,971
OPERATING INCOME(LOSS)	(436,545)	416,368	82,711	23,537	(167,967)	(81,896)	485,796
NON-OPERATING REVENUE(EXPENSES):							
Investment Income	62,007	3,769	15,037	228	-	81,041	-
TOTAL NON-OPERATING REVENUES(EXPENSES)	62,007	3,769	15,037	228	-	81,041	-
INCOME(LOSS)BEFORE TRANSFERS	(374,538)	420,137	97,748	23,765	(167,967)	(855)	485,796
Transfers in	300,000	1,316,414	-	-	-	1,616,414	24,720
Transfers (out)	-	-	-	-	-	-	(576,000)
NET CHANGE IN ASSETS	(74,538)	1,736,551	97,748	23,765	(167,967)	1,615,559	(65,484)
Net assets,beginning of year	9,690,754	26,264,116	11,168,687	-	9,679,648	56,803,205	7,456,657
NET ASSETS,END OF YEAR	\$ 9,616,216	\$ 28,000,667	\$ 11,266,435	\$ 23,765	\$ 9,511,681	\$ 58,418,764	\$ 7,391,173

The accompanying notes are an integral part of these financial statements

COUNTY OF MARQUETTE, MICHIGAN

PROPRIETARY FUNDS

STATEMENT OF CASH FLOWS

For the Fiscal Year Ended December 31, 2005

	Business -Type Activities: Enterprise Funds					Governmental Activities
	Medical Care Facility Operating Fund	Airport Fund	Forestry Fund	Foreclosure Fund	Water & Sewer Fund	Internal Service Funds
CASH FLOWS FROM OPERATING ACTIVITIES:						
Cash received Federal grants	\$ -	\$ 2,068,350	\$ -	\$ -	\$ -	\$ -
Cash received State grants	-	49,654	93,529	-	-	143,183
Cash received from fees and charges for services	9,227,281	607,289	80,659	67,317	940,372	10,922,918
Cash payments to employees for services	(9,108,770)	(1,045,160)	(143,869)	(42,167)	(889,974)	(11,229,940)
Cash received from delinquent taxes	-	-	-	-	-	337,338
Other operating expenses	-	(1,112,195)	-	-	-	(50,500)
Proportionate share revenue	224,985	-	-	-	-	224,985
Other operating revenues	42,828	742,804	249,961	-	106,796	1,142,389
NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES	386,324	1,310,742	280,280	25,150	157,194	583,970
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES:						
Cash from (withdrawal from) patient trust	1,083	-	-	-	-	1,083
Operating transfers in (out)	300,000	1,316,414	-	-	-	1,616,414
Increase (decrease) in due to other funds	-	(450,000)	-	-	-	(450,000)
NET CASH PROVIDED (USED) BY NONCAPITAL FINANCING ACTIVITIES	301,083	866,414	-	-	-	(101,280)
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES:						
Cash payments for capital assets	(83,606)	(2,309,161)	(175,216)	-	-	(2,567,983)
NET CASH PROVIDED (USED) BY CAPITAL AND RELATED FINANCING ACTIVITIES	(83,606)	(2,309,161)	(175,216)	-	-	(138,637)
CASH FLOWS FROM INVESTING ACTIVITIES:						
Interest income	62,007	3,769	15,037	228	-	81,041
NET CASH PROVIDED (USED) BY INVESTING ACTIVITIES	62,007	3,769	15,037	228	-	-
NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	665,808	(128,236)	120,101	25,378	157,194	344,053
Cash and cash equivalents, beginning of year	3,853,464	627,418	463,372	-	(38,689)	4,905,565
CASH AND CASH EQUIVALENTS, END OF YEAR	\$ 4,519,272	\$ 499,182	\$ 583,473	\$ 25,378	\$ 118,505	\$ 5,433,529
RECONCILIATION OF OPERATING INCOME TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES:						
Operating income (loss)	\$ (436,545)	\$ 416,368	\$ 82,711	\$ 23,537	\$ (167,967)	\$ (81,896)
Adjustments to reconcile operating income to net cash provided by operating activities:						
Depreciation	448,319	839,188	21,671	-	317,020	1,626,198
Bad debt	1,769	-	-	-	-	1,769
Change in assets and liabilities:						
(Increase) decrease in accounts receivable	175,216	37,035	165,721	(350)	4,809	382,431
(Increase) decrease in delinquent taxes receivable	-	-	-	-	-	(74,617)
(Increase) decrease in accrued interest receivable	-	-	-	-	-	(2)
(Increase) decrease in due from others	-	-	-	-	-	3,185
(Increase) decrease in inventory	-	-	-	-	-	-
(Increase) decrease in prepaid expenses	25,515	(572)	-	1,963	-	26,906
Increase (decrease) in accounts payable	33,524	1,714	10,177	-	(46,370)	(955)
Increase (decrease) in accrued payroll and related liabilities	-	9,309	-	-	3,501	12,810
Increase (decrease) in other liabilities	(3,963)	7,700	-	-	46,201	49,938
Increase (decrease) in due to others	186,911	-	-	-	-	803
Increase (decrease) in deferred revenue	(44,422)	-	-	-	-	(44,422)
NET ADJUSTMENTS	822,869	894,374	197,569	1,613	325,161	98,174
NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES	\$ 386,324	\$ 1,310,742	\$ 280,280	\$ 25,150	\$ 157,194	\$ 663,595

The accompanying notes are an integral part of these financial statements.

COUNTY OF MARQUETTE, MICHIGAN

FIDUCIARY FUNDS

STATEMENT OF FIDUCIARY NET ASSETS

December 31, 2005

		Agency Funds
ASSETS		
Cash and investments	\$	1,359,603
Due from other funds		<u>—</u>
TOTAL ASSETS	\$	<u><u>1,359,603</u></u>
LIABILITIES:		
Due to other funds	\$	20,000
Due to others		<u>1,339,603</u>
TOTAL LIABILITIES		<u><u>1,359,603</u></u>

COUNTY OF MARQUETTE, MICHIGAN

COMPONENT UNITS

COMBINING STATEMENT OF NET ASSETS

DECEMBER 31, 2005

	County Road Department	EDC Fund	DPW Debt Funds	Drain Maintenance	TOTAL
ASSETS					
Current Assets:					
Cash and cash equivalents	\$ 3,123,507	\$ 567,099	\$ 34,290	\$ 56,711	\$ 3,781,607
Investments	-	-	-	-	-
Receivables, net	2,322,109	1,086,710	-	-	3,408,819
Internal balances	-	-	-	-	-
Inventory	707,725	-	-	-	707,725
Prepaid expenses and other assets	169,210	650,143	-	-	819,353
TOTAL CURRENT ASSETS	6,322,551	2,303,952	34,290	56,711	8,717,504
Restricted Assets	-	-	-	-	-
Noncurrent Assets:					
Unamortized bond issuance costs	-	-	-	-	-
Capital assets:					
Capital assets	15,537,980	-	-	-	15,537,980
Accumulated depreciation	(12,316,112)	-	-	-	(12,316,112)
Total Capital Assets	3,221,868	-	-	-	3,221,868
TOTAL NONCURRENT ASSETS	3,221,868	-	-	-	3,221,868
TOTAL ASSETS	\$ 9,544,419	\$ 2,303,952	\$ 34,290	\$ 56,711	\$ 11,939,372
LIABILITIES					
Current Liabilities:					
Accounts payable	\$ 777,434	\$ -	\$ -	\$ 56,711	\$ 834,145
Accrued payroll and related	127,560	-	-	-	127,560
Deferred revenue	156,341	-	-	-	156,341
Compensated absences	125,897	-	-	-	125,897
Current portion of bonds payable	200,000	-	620,000	-	820,000
Current portion of notes and contracts payable	69,552	-	-	-	69,552
Other current liabilities	-	194,664	-	-	194,664
TOTAL CURRENT LIABILITIES	1,456,784	194,664	620,000	56,711	2,328,159
Noncurrent Liabilities:					
Compensated absences	377,690	-	-	-	377,690
Bonds payable	1,000,000	-	2,760,000	-	3,760,000
Notes payable	-	755,508	-	-	755,508
Other	-	-	-	-	-
TOTAL NONCURRENT LIABILITIES	1,377,690	755,508	2,760,000	-	4,893,198
TOTAL LIABILITIES	2,834,474	950,172	3,380,000	56,711	7,221,357
NET ASSETS					
Invested in capital assets net of related debt	1,952,316	-	-	-	1,952,316
Restricted:					
Debt Service	-	-	-	-	-
Other activities	4,757,629	795,655	-	-	5,553,284
Unrestricted	-	558,125	(3,345,710)	-	(2,787,585)
TOTAL NET ASSETS	\$ 6,709,945	\$ 1,353,780	\$ (3,345,710)	\$ -	\$ 4,718,015

The Accompanying Notes are an Integral Part of the Financial Statements

COUNTY OF MARQUETTE, MICHIGAN

COMPONENT UNITS

COMBINING STATEMENT OF ACTIVITIES

DECEMBER 31, 2005

Function/Program	Program Revenues			Net(expenses) Revenue and Changes in Net Ssets					
	Expenses	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	County Road Department	EDC Fund	DPW Debt	Drain Maintenance	Total
County Road Operations	\$ 9,879,357	\$ 2,277,022	\$ 7,851,157	-	\$ 248,822	\$ -	\$ -	\$ -	248,822
EDC Operations	183,846	-	-	-	\$ -	\$ (183,846)	-	-	(183,846)
DPW Debt Operations	175,093	767,090	-	-	\$ -	-	591,997	-	591,997
Raney Creek Maintenance Operations	-	-	-	-	\$ -	-	-	-	-
TOTAL COMPONENT UNITS	\$ 10,238,296	\$ 3,044,112	\$ 7,851,157	-	\$ 248,822	\$ (183,846)	\$ 591,997	\$ -	\$ 656,973
General Revenues:									
Property taxes					\$ -	-	-	-	-
Interest and investment earnings					112,041	48,115	531	-	160,687
Miscellaneous					203,973	89,057	-	-	293,030
TOTAL GENERAL REVENUES AND EXTRAORDINARY ITEMS					316,014	137,172	531	-	453,717
CHANGE IN NET ASSETS									
					564,836	(46,674)	592,528	-	1,110,690
Net assets, beginning of year					6,145,109	1,400,454	(3,938,238)	-	3,607,325
NET ASSETS, END OF YEAR					6,709,945	\$ 1,353,780	\$ (3,345,710)	\$ -	\$ 4,718,015

The Accompanying Notes are an Integral Part of the Financial Statements

COUNTY OF MARQUETTE, MICHIGAN
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2005

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The County of Marquette was organized in 1848 under the provisions of the Michigan Constitution. The County operates under a Commission/Administrator form of government and provides services in the following functional areas: legislative, courts, public records, management, human services, resource management and development, law enforcement, and community maintenance.

The financial statements of the County have been prepared in accordance with Generally Accepted Accounting Principles (GAAP) as applied to governmental units. The Governmental Accounting Standards Board (GASB) is responsible for establishing GAAP for state and local governments through its pronouncements (Statements and Interpretations). Governments are also required to follow the pronouncements of the Financial Accounting Standards Board (FASB) issued through November 30, 1989, (when applicable) that do not conflict with or contradict GASB pronouncements. The more significant of these accounting policies established in GAAP and used by the County are described below.

REPORTING ENTITY

The County's financial statements present the County (the primary government) and its component units. In evaluating the County as a reporting entity, management has addressed all potential component units (traditionally separate reporting units) for which the County may or may not be financially accountable and, as such, be includable within the County's financial statements. The component units discussed below are included in the reporting entity because of the significance of their operational or financial relationship with the County.

Blended Component Units

The Marquette County Health Department (MCHD) is governed by a seven-member board appointed by the County Board. It provides limited health services to the residents of Marquette County. The County of Marquette provides an annual subsidy to the MCHD.

The Marquette County Family Independence Agency (FIA) is governed by a three-member board appointed by the County Board. Although the employees are employed by the State of Michigan, and the State pays for many of the programs, the entity is considered part of the primary government. The reasons for this presentation are that the County Board appoints the FIA Board, and State law makes it a county organization.

The Marquette County Commission on Aging (COA) is governed by a twenty-one member board appointed by the County Board. It provides limited services to the elderly residents of Marquette County.

The Marquette County Medical Care Facility (MCF) is governed by a three-member board appointed by the County Board. Although it is a distinct entity from the county, the MCF is reported as if it were part of the primary government because its sole purpose is to provide skilled nursing services to residents of the County of Marquette.

The Marquette County Building Authority is governed by a three-member board appointed by the County Board. Although it is legally separate from the county, the Building Authority is reported as if it were part of the primary government because its sole purpose is to finance and construct Marquette County public

**COUNTY OF MARQUETTE, MICHIGAN
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2005**

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - CONTINUED

buildings.

Discretely Presented Component Units

The component units columns in the combined financial statements include the financial data of the County's other component units. They are reported in a separate column to emphasize that they are legally separate from the County.

The Marquette County Road Commission (MCRC) is governed by a three-member board appointed by the County Board. The MCRC may not issue debt or levy a tax without the approval of the County Board. If approval is granted, the Road Commission's taxes are levied under the taxing authority of the County, as approved by the County Board, and would be included as part of the County's total tax levy as well as reported in the County Road Fund. The MCRC is supported primarily by payments from other local units of government for local maintenance and construction of roads. Funding sources include State of Michigan Motor Vehicle Highway Funds and Federal Aid Secondary Funds. The County of Marquette does not always provide an annual subsidy to the MCRC. The Marquette County Road Commission has a fiscal year ending September 30, 2005. Accordingly, the component unit financial statement information included in this report reflects activity as of September 30, 2005.

The County Drain Commission pursuant to the Drain Code of 1956, the Drain Commissioner has the responsibility to administer the State Drain Code. The Marquette County Drain Commissioner is elected and is responsible for planning, developing, and maintaining water drainage systems within the County. Each of the drainage districts established is a separate legal entity, with the power to contract, to sue and be sued, to hold, manage, and dispose of real and personal property. The Drain Commissioner has sole responsibility to administer the drainage district established. The Drain Commissioner may issue debt or levy a special assessment as authorized by the Drain Code without the approval of the County Board of Commissioners. Separate financial statements for the County Drain Commission are not published.

The Economic Development Corporation (EDC) of the County of Marquette, which was established pursuant to the provisions of Public Act 338 of 1974, as amended, is governed by a nine-member Board of Directors appointed by the County Board. The EDC provides assistance to new and expanding small to medium sized businesses within Marquette County, primarily for job retention and creation purposes. The County of Marquette provides an annual subsidy to the EDC.

Complete financial statements of the individual component units, except for the Drain Commission, Building Authority, Department of Public Works, Commission on Aging, Family Independence Agency, Health Department and the Economic Development Corporation, which do not issue separate financial statements, can be obtained from the Administrator's office at the Courthouse or at the respective administrative offices as noted below:

Marquette County Medical Care Facility
200 W. Saginaw
P.O. Box 309
Ishpeming, MI 49849

Marquette County Road Commission
1610 North Second Street
P.O. Box 10
Ishpeming, MI 49849

COUNTY OF MARQUETTE, MICHIGAN
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2005

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - CONTINUED

Joint Ventures

As defined in GASB #14, a joint venture is a legal entity or other organization that results from a contractual arrangement (or inter-local agreement) and that is owned, operated, or governed by two or more participants as a separate and specific activity subject to joint control in which the participants retain: (a) an ongoing financial interest; or (b) an ongoing financial responsibility. The County participates in the following joint ventures:

Community Mental Health Services (Pathways) Board consists of members of the participating counties as appointed by the respective counties. As enumerated in the Footnotes, Pathways is not being accounted for in the financial statements of the County.

BASIC FINANCIAL STATEMENTS – GOVERNMENT-WIDE FINANCIAL STATEMENTS:

The County's basic financial statements include both government-wide (reporting the County as a whole) and fund financial statements (reporting the County's major funds). Both the government-wide and fund financial statements categorize primary activities as either governmental or business-type. The County's legislative, judicial, public safety, recreation and culture and general services and administration are classified as governmental activities. The County's Medical Care Facility, Airport, Water & Sewer Fund, and Forestry Funds are classified as business-type activities.

In the government-wide Statement of Net Assets, both the governmental and business-type activities columns are presented on a consolidated basis by column and are reported on a full accrual, economic resource basis, which recognizes all long-term assets and receivables as well as long-term debt and obligations. The County's net assets are reported in three parts: invested in capital assets, net of related debt; restricted net assets; and unrestricted net assets. The County first utilizes restricted resources to finance qualifying activities.

The government-wide Statement of Activities reports both the gross and net cost of each of the County's functions and business-type activities. The functions are also supported by general government revenues (property, sales and use taxes, certain intergovernmental revenues, fines, permits and charges, etc.). The Statement of Activities reduces gross expenses (including depreciation) by related program revenues, operating and capital grants. Program revenues must be directly associated with the function or a business-type activity. Operating grants include operating-specific and discretionary (either operating or capital) grants while the capital grants column reflects capital-specific grants. The net costs (by function or business-type activity) are normally covered by general revenue.

The government-wide focus is more on the sustainability of the County as an entity and the change in the County's net assets resulting from the current year's activities. For the most part, the effect of inter-fund activities has been removed from these statements.

BASIC FINANCIAL STATEMENTS – FUND FINANCIAL STATEMENTS:

The financial transactions of the County are reported in individual funds in the fund financial statements. Each fund is accounted for by providing a separate set of self-balancing accounts that comprises its assets,

**COUNTY OF MARQUETTE, MICHIGAN
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2005**

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - CONTINUED

liabilities, reserves, fund equity, revenues and expenditures/expenses. The various funds are reported by generic classification within the financial statements.

The following fund types are used by the County:

Governmental Funds:

The focus of the governmental funds' measurement (in the fund statements) is upon determination of financial position (sources, uses, and balances of financial resources) rather than upon net income. The following is a description of the governmental funds of the County:

General Fund - General Fund is the general operating fund and, accordingly, it is used to account for all financial resources except those required to be accounted for in another fund.

Special Revenue Funds - Special Revenue Funds are used to account for the proceeds of specific revenue sources that are legally restricted to expenditures for specific purposes.

Debt Service Funds - Debt Service Funds are used to account for the accumulation of resources for, and the payment of, general long-term debt principal, interest, and related costs.

Capital Projects Funds - Capital Projects Funds are used to account for financial resources to be used for the acquisition or construction of major capital facilities (other than those financed by business-type/proprietary funds).

Proprietary Funds:

The focus of proprietary fund measurement is upon determination of operating income, changes in net assets, financial position, and cash flows. The generally accepted accounting principles applicable are those similar to businesses in the private sector. The following is a description of the proprietary funds of the County:

Enterprise Funds - Enterprise Funds are used to account for operations: (a) that are financed and operated in a manner similar to private business enterprises - where the intent of the governing body is that the cost (expenses, including depreciation) of providing goods or services to the general public on a continuing basis be financed or recovered primarily through user charges; or (b) where the governing body has decided that periodic determination of revenues earned, expenses incurred, and/or net income is appropriate for capital maintenance, public policy, management control, accountability, or other purposes.

Internal Service Funds - Internal Service Funds are used to finance, administer, and account for the financing of goods and services provided by one department or agency to other departments or agencies of the governmental unit or to other governmental units on a cost reimbursement basis.

Component Units:

Component units are used to account for the discretely presented component units which follow proprietary fund accounting guidelines.

COUNTY OF MARQUETTE, MICHIGAN
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2005

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - CONTINUED

Fiduciary Funds:

Fiduciary funds are used to report assets held in a trustee or agency capacity for others and therefore are not available to support County programs. The agency fund is custodial in nature and does not present results of operations or have a measurement focus.

The emphasis in fund financial statements is on the major funds in either the governmental or business-type activities categories. Non-major funds by category are summarized into a single column. GASB Statement No. 34 sets forth minimum criteria (percentage of the assets, liabilities, revenues or expenditures/expenses of either fund category or the governmental and enterprise combined) for the determination of major funds.

The County reports the following major governmental funds:

The **General Fund** is the County's primary operating fund. It accounts for all financial resources of the general government, except those required to be accounted for in another fund.

The **Health Department** provides limited health services to the residents of the County.

The **Community Development** applies for, receives, and disburses funds from MSHDA (Michigan State Housing Development Authority) to rehabilitate private single-family dwellings, provide emergency assistance and home purchase/rehabilitation.

The County reports the following major proprietary funds:

The **Medical Care Facility** provides skilled nursing services to residents of the County.

The County's **Internal Service Funds** are presented in the proprietary funds financial statements. Because the principal users of the internal services are the County's governmental activities, the financial statement of the internal service fund is consolidated into the governmental column when presented in the government-wide financial statements. The cost of these services is reported in the general services and administration functional activity.

The County's **Fiduciary Funds** are presented in the fiduciary fund financial statements by type (agency). Since by definition these assets are being held for the benefit of a third party (other local governments, private parties, etc.), and cannot be used to address activities or obligations of the County, these funds are not incorporated into the government-wide statements.

BASIS OF ACCOUNTING

Basis of accounting refers to the point at which revenues or expenditures/expenses are recognized in the accounts and reported in the financial statements. It relates to the timing of the measurements made regardless of the measurement focus applied.

**COUNTY OF MARQUETTE, MICHIGAN
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2005**

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - CONTINUED

Accrual

Both governmental and business-type activities in the government-wide financial statements and the proprietary and fiduciary fund financial statements are presented on the accrual basis of accounting. Revenues are recognized when earned and expenses are recognized when incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenues in the year for which the payment is due. Grants and similar items are recognized as revenues as soon as all eligibility requirements imposed by the provider have been met.

All proprietary funds apply Financial Accounting Standards Board (FASB) pronouncements and Accounting Principles Board (APB) opinions issued on or before November 30, 1989, unless those pronouncements conflict with or contradict GASB pronouncements, in which case, GASB prevails. Their revenues are recognized when they are earned, and their expenses are recognized when they are incurred.

Modified Accrual

The governmental funds financial statements are presented on the modified accrual basis of accounting. Under the modified basis of accounting, revenues are recorded when they are both measurable and available. "Available" means collectible within the current period or within 60 days of the end of the current fiscal period. Expenditures are generally recognized under the modified accrual basis of accounting when the related liability is incurred. However, debt service expenditures, compensated absences, and claims and judgments are recorded only when payment is due.

FINANCIAL STATEMENT AMOUNTS

Budgets and Budgetary Accounting - The County follows these procedures in establishing the budgetary data reflected in the financial statements:

1. In accordance with the annually adopted budget calendar, and generally around August 15, the County Administrator submits to the County Board of Commissioners proposed operating and capital budgets for the fiscal year commencing the following January 1. Proposed budgets include projected expenditures and the means of financing them.
2. Numerous opportunities exist for public comment during the budget process including at least two formal public hearings.
3. Pursuant to statute, on the second Tuesday of October of each year, the budget for the ensuing year is legally enacted through the adoption of an Annual General Appropriations Act.
4. The general statute governing County budgetary activity is the State of Michigan Uniform Budgeting and Accounting Act. In addition to the provisions of said Act and Board policy, general statements concerning the Board's intent regarding the administration of each year's budget are set out in the Annual General Appropriations Act. The Marquette County Board of Commissioners, through policy action, specifically directs the Administrator not to authorize or participate in any expenditure of funds except as authorized by the Annual General Appropriations Act. The Board recognizes that, in addition

**COUNTY OF MARQUETTE, MICHIGAN
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2005**

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - CONTINUED

to possible Board sanctions for willful disregard of this policy, State statutes provide for civil liability for violation of the Annual General Appropriations Act.

5. The Marquette County Administrator is authorized by means of County policy to make certain transfers:

- a. The Administrator receives a request for a budget transfer in writing from a department administrator. Such request must specify the necessity for the transfer, as well as the account name and/or group(s) of accounts to be affected within prescribed limitations. Transfers in excess of those limitations must be approved by the Board of Commissioners.
- b. The following considerations must be reviewed in determination of transfer approvals:
 - i. Is the transfer consistent with the intent of the Board of Commissioners in adopting the annual budget?
 - ii. Will the transfer maintain the financial integrity of the County?
 - iii. Will the transfer provide a reasonable solution to the budgetary unit-operating problem?
- c. Considering the above, the Administrator will then decide whether or not the transfer should be made.
- d. In authorizing such budget transfers, the Administrator may not exceed 10 percent of the aggregate total of all accounts within the budgetary unit budget. The budgetary unit wishing budgetary changes in excess of 10 percent in any budget year must apply, through the Administrator, to the County Board of Commissioners for a budget amendment.
- e. Supplemental appropriations are submitted to and reviewed by the County Administrator and submitted to the Committee of the Whole for further consideration. If approved, they are transmitted to the County Board of Commissioners for their review and approval. If approved, they are implemented by the Administrator's Office through a budget revision.
- f. Provisions of the current policy empower the Administrator to authorize certain transfers in the personnel services account group. In no instance does current policy permit the Administrator to authorize transfers in the operating capital outlay account group. An account group is defined as one of four groups of account numbers and titles as set out in the adopted annual budget of the Marquette County Board of Commissioners, i.e., personnel services, supplies, other charges and services, and operating capital outlay.

6. The County of Marquette adopts its Annual Budget on a program basis. Each program is defined within the formal budget structure and glossary of terms adopted by Board action. The program budget structure consists of five levels of detail as follows: Resource Allocation; Major Functioning Group; Department; Program; Activity.

COUNTY OF MARQUETTE, MICHIGAN
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2005

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - CONTINUED

- a. At each level of detail, governmental operations are summarized into expenditure account groups. Funding sources are also identified and adopted at each level of detail. Budgetary controls exist at the most detailed level adopted by the Board of Commissioners, i.e., department, program or activity level. A detailed line item breakdown is prepared for each program. Accounting controls are maintained at the line item detail level.
7. Budgets for the General, Special Revenue, Enterprise and Capital Project Funds are adopted on a basis consistent with generally accepted accounting principles. Budgeted amounts, in the Financial Report, are as originally adopted or amended by the County Board of Commissioners.
8. General Fund budgeted appropriations to other County departments/ budgetary units unexpended at the end of the current fiscal operating year are returned to the County General Fund in the subsequent year after completion of the County's annual audit. The return of unexpended General Fund appropriations are reported as residual equity transfers in the 2005 Financial Report.

Encumbrances – The County has adopted the encumbrance method of accounting on a monthly basis. Under the encumbrance method, requisitioned expenditures are recorded as expenditures in the monthly reports. This reserves available resources for expenditures committed in which items or invoices have not yet been received. The County records material encumbrances as a reservation of fund balance at year-end since they do not constitute expenditures or liabilities.

Cash Equivalents and Investments - For the purposes of balance sheet classification and the statement of cash flows, cash and equivalents consist of demand deposits, cash in savings, money market accounts and short-term certificates of deposit with original maturity of three months or less. Investments are carried at fair value.

Inventory - Inventory is valued at the lower of cost (first-in, first-out) or market. Inventory in the Special Revenue and Enterprise Funds consists of expendable supplies and materials held for consumption. Inventory is charged to operations upon consumption by the various operating funds within the County.

Capital Assets – Capital assets, which include property, plant, equipment and infrastructure assets (i.e., streets, bridges, and sidewalks), are reported in the applicable governmental or business-type activities columns in the government-wide financial statements. Capital assets are defined by the County as assets with an initial, individual cost of more than \$5,000 and an estimated useful life in excess of five years.

All capital assets are valued at historical cost or estimated historical cost if actual historical cost is not available. Donated capital assets are valued at their fair value on the date donated. Depreciation on all exhaustible capital assets is charged as an expense against their operations in government-wide statements and proprietary financial statements. Accumulated depreciation is reported on government-wide and proprietary statement of net assets. Depreciation has been provided over the estimated useful lives using the straight-line method. The estimated useful lives are as follows:

COUNTY OF MARQUETTE, MICHIGAN
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2005

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - CONTINUED

Land Improvements	20	years
Building, Structures and Improvements	40	years
Equipment	5-20	years
Water and Sewage System	20	years
Vehicles	5	years
Infrastructure	20-50	years

Long-Term Liabilities: In the government-wide financial statements and proprietary fund types in the fund financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities and business-type activities or proprietary fund type statement of net assets. Bond premiums and discounts, as well as issuance costs, are deferred and amortized over the life of the bonds using straight line amortization. Bonds payable are reported net of the applicable bond premium or discount. Bond issuance costs are reported as deferred charges and amortized over the term of the related debt.

In the fund financial statements, governmental fund types recognize bond premiums and discounts, as well as bond issuance costs, during the current period. The face amount of debt issued is reported as other financing sources. Premiums received on debt issuance are reported as other financing sources and bond discounts are reported as other financing uses. Issuance costs, whether or not withheld from the actual debt received, are reported as debt service.

Estimates – The preparation of financial statements in conformity with generally accepted accounting principles requires the use of estimates and assumptions that affect the reporting of certain assets, liabilities, revenues, and expenditures. Actual results may differ from estimated amounts.

Property Taxes – Property taxes attach as an enforceable lien of property as of December 1 and payable by February 28. Taxes receivable are recorded when levied, as the legal right to receive exists. However, such revenues are not normally received until after the 60-day period following the fiscal year. Accordingly, deferred revenue is being recognized for such amounts.

Compensated Absences – The County accrues accumulated unpaid vacation and sick leave days and associated employee-related costs when earned (or estimated to be earned) by the employee. The non-current portion (the amount estimated to be used in subsequent fiscal years) for governmental funds is maintained separately and represents a reconciling item between the fund and government-wide presentations.

Deferred Revenues – Deferred revenues are those where asset recognition criteria have been met, but for which revenue recognition criteria have not been met.

Inter-fund Activity – Inter-fund activity is reported as either loans, services provided reimbursements or transfers. Loans are reported as inter-fund receivables and payables as appropriate and are subject to elimination upon consolidation. Services provided, deemed to be at market or near market rates, are

**COUNTY OF MARQUETTE, MICHIGAN
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2005**

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - CONTINUED

treated as revenues and expenditures/expenses. Reimbursements occur when one fund incurs a cost, charges the appropriate benefiting fund and reduces its related cost as a result of the reimbursement. All other inter-fund transactions are treated as transfers. Transfers between governmental or proprietary funds are netted as part of the reconciliation to the government-wide financial statements.

Implementation of New Accounting Principles – In June 1999, the Governmental Accounting Standards Board (GASB) unanimously approved Statement No. 34, *Basic Financial Statements and Management's Discussion and Analysis for State and Local Governments* (GASB No. 34). Certain of the significant changes in the Statement include the following:

For the first time, the financial statements include a Management Discussion and Analysis (MD&A) section providing an analysis of the County's overall financial position and results of operations, and financial statements were prepared using full accrual accounting for all of the County's activities, including infrastructure (i.e., streets, bridges and sidewalks). The fund financial statements were changed to shift the focus on the major funds.

These and other changes are reflected in the accompanying financial statements (including notes to financial statements). The County has elected to utilize the infrastructure transition option in the implementation of GASB No. 34 and will defer the retroactive reporting of the general and infrastructure reporting provisions of the statement until the subsequent year. Current year additions to infrastructure have been included in these financial statements.

NOTE 2 – DEPOSITS AND INVESTMENTS

The following is a reconciliation of cash and investments for both the unrestricted and restricted assets for the primary government and its component units from the Statement of Net Assets:

	<u>Primary Government</u>	<u>Component Units</u>	<u>Fiduciary Funds</u>	<u>Total</u>
Unrestricted:				
Cash and cash equivalents	9,007,673	3,781,607	1,359,603	14,148,883
Investments	8,949,253			8,949,253
Restricted:				
Cash and cash equivalents	2,031,335			2,031,335
Investments				
TOTALS	<u>19,988,261</u>	<u>3,781,607</u>	<u>1,359,603</u>	<u>25,129,471</u>

Custodial Credit Risk - Deposits

Custodial credit risk is the risk that in the event of a bank failure, the County's deposits may not be returned to it. State law does not require, and the County does not have, a deposit policy for custodial credit risk. The carrying amounts of the primary government, component unit and fiduciary fund's deposits with financial institutions were \$16,180,218 and the bank balance was \$18,153,199. The bank balance is categorized as follows:

COUNTY OF MARQUETTE, MICHIGAN
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2005

NOTE 2 – DEPOSITS AND INVESTMENTS - CONTINUED

Amount insured by the FDIC or uncollateralized with securities held by the County in its name	\$ 569,564
Amount collateralized with securities held by the pledging financial institution's trust department in the County's name:	
Collateralized	10,830,578
Uninsured	6,753,056
	<u>\$18,153,199</u>

Investments

As of December 31, 2005, the County had the following investments.

PRIMARY GOVERNMENT:	<u>Fair Value</u>	<u>Less than 1</u>	<u>Investment Maturities (in years)</u>		
			<u>1-5</u>	<u>6-10</u>	<u>More than 10</u>
Unrestricted Investments:	\$8,949,253	\$2,010,208	\$6,739,045	\$200,000	\$ -
Federal Government					
Obligation Principal					
TOTAL INVESTMENTS	<u>\$8,949,253</u>	<u>\$2,010,208</u>	<u>\$6,739,045</u>	<u>\$200,000</u>	<u>\$ -</u>

Interest Rate Risk

Interest rate risk is the risk that changes in interest rates will adversely affect the fair value of the County's investments. The County does not have a formal investment policy that limits investment maturities as a means of managing its exposure to fair value losses arising from increasing interest rates.

Credit Risk

Michigan statutes (Act 196, PA 1997) authorize the County to invest in bonds, other direct obligations and repurchase agreements of the United States, certificates of deposits, savings accounts, deposit accounts or receipts of a bank which is a member of the FDIC and authorized to operate in this state, commercial paper rated at the time of purchase within the two highest classification established by not less than two standard rating services and matures within 270 days from date of purchase, bankers' acceptances of the United States banks, obligations of the State of Michigan and its political subdivisions, external investment pools, and certain mutual funds. Michigan law prohibits security in the form of collateral, surety bond, or another form for the deposit of public money.

The County has no investment policy that would further limit its investment choices. Ratings are not required for the County's investment in U.S. Government Agencies or equity-type funds. The County's investments are in accordance with statutory authority.

COUNTY OF MARQUETTE, MICHIGAN
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2005

NOTE 2 – DEPOSITS AND INVESTMENTS - CONTINUED

Concentration of Credit Risk

The County places no limit on the amount the County may invest in any one issuer. There were no investments subject to concentration of credit risk disclosure.

NOTE 3 – RESTRICTED ASSETS

The Medical Care Facility in the Enterprise Funds has designated/restricted assets in this fund in the amount of \$2,031,335.

NOTE 4 – JOINT VENTURE COMMUNITY MENTAL HEALTH SERVICES

Pursuant to an amendment to the Mental Health Code, Public Act 290 of 1995, the Counties of Alger, Marquette, Delta, and Luce created a Community Mental Health Authority (Pathways to Healthy Living) with powers and duties as defined in Section 205, MCL 330.1205. Under such provisions, Pathways to Healthy Living became a separate legal entity from the counties as appointed by the respective counties. The Board has full power to comply and carry out the financial and clinical provisions of the Mental Health Code. Summary financial information as of and for the fiscal year ended September 30, 2005, for the Board is as follows:

Assets	\$ 10,274,289
Liabilities	8,214,131
Total Fund Equity	2,060,158
Total Revenues	70,864,357
Total Expenditures	72,847,990
Net Increase (decrease) in Fund Equity	(1,983,633)

NOTE 5 – LEASE COMMITMENTS

The County has entered into certain non-cancelable lease arrangements for office space. The office space relates to the Ishpeming District Court with the lease period ending in 2007. Schedules of the annual payments are as follows:

<u>Year</u>	<u>Office Space</u>
2006	\$51,470
2007	\$25,735
TOTAL	<u>\$77,205</u>

COUNTY OF MARQUETTE, MICHIGAN
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2005

NOTE 6 - LONG-TERM DEBT

The following is a summary of long-term debt transactions during the period ended December 31, 2005, are summarized as follows:

	December 31, 2004	Additions	Subtractions	December 31, 2005
Discrete Component Units:				
Road Commission:				
MTF Bond	1,400,000	-	200,000	1,200,000
SIB Loan	290,775	-	290,775	
Volvo Lease Purchase	203,967	-	134,415	69,552
EDC:				
Installment Note Payable # 1	404,309	421,199	53,444	755,508
Drainage Districts:				
Badger Creek Drain Installment Note	395,000	-	70,000	325,000
DPW:				
Marquette County Refunding Bonds (Unlimited Tax) Series 1998	640,000	-	160,000	480,000
Marquette County Refunding Bonds (Limited Tax):	2,765,000	-	320,000	2,445,000
Series 1998A				
Series 1998B	185,000	-	55,000	130,000
Total Discrete Component Units	<u>\$ 6,284,051</u>	<u>\$ 421,199</u>	<u>\$ 1,283,634</u>	<u>\$ 5,405,060</u>
TOTAL LONG-TERM DEBT	<u>\$ 6,284,051</u>	<u>\$ 421,199</u>	<u>\$ 1,283,634</u>	<u>\$ 5,405,060</u>

Annual maturities on the Long-Term Debt are as follows:

	Primary Government	Business-Type Activities	Discrete Component Unit
2006	-	-	1,645,060
2007	-	-	840,000
2008	-	-	775,000
2009	-	-	625,000
2010-2013	-	-	1,520,000
TOTAL	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 5,405,060</u>

BOND

<u>YEAR</u>	<u>PRINCIPAL</u>	<u>INTEREST</u>	<u>TOTAL</u>
2006	200,000	51,800	251,800
2007	200,000	43,800	243,800
2008	200,000	35,300	235,300
2009	200,000	26,800	226,800
Thereafter	400,000	27,000	427,000
TOTALS	<u>\$1,200,000</u>	<u>\$184,700</u>	<u>\$1,384,700</u>

COUNTY OF MARQUETTE, MICHIGAN
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2005

NOTE 6 - LONG-TERM DEBT - CONTINUED

On June 7, 2001, the Marquette County Road Commission issued \$2,000,000 Michigan Transportation Fund Revenue Note of 2001 ("Bond") for the purpose of equipment purchases and other long-term debt payoff. The bond's interest is due semi-annually on February 7 and August 7 at a rate of 4.0% with principal due August 7 each year.

SIB LOAN

As part of the Emergency Funding from the State of Michigan for the 2004 Dead River Flooding reconstruction, the State gave the Marquette County Road Commission a \$290,775 loan from the State Infrastructure Bank, with 0% interest and is due on September 30, 2005, in one lump sum payment.

VOLVO LEASE PURCHASE
December 31, 2005

<u>YEAR</u>	<u>PRINCIPAL</u>	<u>INTEREST</u>	<u>TOTAL</u>
2006	69,552	960	70,512
TOTAL	<u>\$ 69,552</u>	<u>\$ 960</u>	<u>\$ 70,512</u>

In May of 2003, the Marquette County Road Commission purchased two Volvo Motor Graders on an installment loan for \$ 395,900 with 36 month payments of \$11,747.

	<u>INSTALLMENT NOTE PAYABLE #1</u>		<u>TOTAL</u>
<u>YEAR</u>	<u>INTEREST</u>	<u>PRINCIPAL</u>	
2006	5,832	350,865	356,697
TOTALS	<u>\$ 5,832</u>	<u>\$350,865</u>	<u>\$356,697</u>

Installment Note Payable #1 is through Wells Fargo Bank. The loan was originally dated October 25, 2001, for \$551,007 with monthly payments of \$6,588.13 bearing an interest rate of 6.75%.

SCHEDULE OF BADGER CREEK DRAINAGE DISTRICT BONDS
December 31, 2005

	<u>April 1</u>		<u>October 1</u>	
<u>YEAR</u>	<u>INTEREST</u>	<u>PRINCIPAL</u>	<u>INTEREST</u>	<u>TOTAL</u>
2006	11,140	75,000	8,627	94,767
2007	8,628	80,000	5,907	94,535
2008	5,908	85,000	2,975	93,883
2009	2,975	85,000	-	87,975
TOTALS	<u>\$28,651</u>	<u>\$325,000</u>	<u>\$17,509</u>	<u>\$371,160</u>

The Badger Creek Drain Bonds (Limited Tax General Obligation) were issued originally in 1994 with interest rates of 6.2% - 8.00%.

COUNTY OF MARQUETTE, MICHIGAN
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2005

NOTE 6 - LONG-TERM DEBT – CONTINUED

SCHEDULE OF MARQUETTE COUNTY REFUNDING BONDS
(UNLIMITED TAX) SERIES 1998

December 31, 2005

<u>YEAR</u>	<u>June 1</u>	<u>December 1</u>		<u>TOTAL</u>
	<u>INTEREST</u>	<u>INTEREST</u>	<u>PRINCIPAL</u>	
2006	10,400	10,400	160,000	180,800
2007	6,960	6,960	160,000	173,920
2008	3,520	3,520	160,000	167,040
TOTALS	<u>\$20,880</u>	<u>\$20,880</u>	<u>\$480,000</u>	<u>\$521,760</u>

Marquette County Refunding Bonds (Unlimited Tax) Series 1998 issued for \$1,585,000 of which \$1,485,000 was part of the refunding. The refunding resulted in a net savings of \$109,140. The refunding bonds are dated July 1, 1998, mature annually as scheduled above and bear interest at a maximum of 6.0% per annum.

SCHEDULE OF MARQUETTE COUNTY REFUNDING
BONDS (LIMITED TAX) SERIES 1998A

December 31, 2005

<u>YEAR</u>	<u>May 1</u>	<u>November 1</u>		<u>TOTAL</u>
	<u>INTEREST</u>	<u>PRINCIPAL</u>	<u>INTEREST</u>	
2006	53,685	325,000	46,698	425,383
2007	46,698	330,000	39,603	416,301
2008	39,603	330,000	32,508	402,111
2009	32,509	340,000	25,027	397,536
2010-2013	58,886	1,120,000	33,863	1,212,749
TOTALS	<u>\$231,381</u>	<u>\$2,445,000</u>	<u>\$177,699</u>	<u>\$2,854,080</u>

Marquette County Refunding (Limited Tax) Series 1998A issued for \$7,665,000 of which \$6,195,000 was part of the refunding. The refunding resulted in a net savings of \$234,543. The refunding bonds are dated July 1, 1998, mature annually as scheduled above and bear interest at a maximum of 6.0% per annum.

SCHEDULE OF MARQUETTE COUNTY REFUNDING BONDS
(LIMITED TAX) SERIES 1998B

December 31, 2005

<u>YEAR</u>	<u>March 1</u>	<u>September 1</u>		<u>TOTAL</u>
	<u>INTEREST</u>	<u>PRINCIPAL</u>	<u>INTEREST</u>	
2006	3,008	60,000	1,627	64,635
2007	1,628	70,000	-	71,628
TOTALS	<u>\$4,636</u>	<u>\$130,000</u>	<u>\$1,627</u>	<u>\$136,263</u>

Marquette County Refunding Bonds (Limited Tax) Series 1998B issued for \$470,000. The refunding resulted in a net savings of \$36,601. The refunding bonds are dated July 1, 1998, mature annually as scheduled above and bear interest at a maximum of 6.0% per annum.

**COUNTY OF MARQUETTE, MICHIGAN
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2005**

NOTE 7 – INTER-FUND BALANCES

The amounts of inter-fund receivable and payables are as follows:

<u>Fund</u>	<u>Receivable</u>	<u>Fund</u>	<u>Payable</u>
PRIMARY GOVERNMENT:			
General	\$ 1,116,322	Non-major Special Revenue	\$ 1,116,322
General	20,000	Fiduciary Funds	20,000
General	<u>7,449</u>	Non-major Special Revenue	<u>7,449</u>
TOTAL	<u>\$ 1,143,771</u>	TOTAL	<u>\$ 1,143,771</u>

NOTE 8 – INTER-FUND TRANSFERS IN AND OUT

The inter-fund transfers for the year are as follows:

	<u>Operating Transfers In</u>		<u>Operating Transfers Out</u>
General Fund	\$ 1,652,322	General Fund	\$ 1,661,877
Medical Care Facility	300,000	Airport Stabilization Fund	1,202,686
Non-Major Special Revenue Funds	1,448,821	Non-Major Special Revenue Funds	343,899
		Capital Projects Funds	79,829
Health Department	263,056	Health Department	24,720
Non-Major Internal Service Funds	24,720	Non-Major Internal Service Funds	576,000
Airport	<u>1,316,414</u>	Revenue Sharing Reserve Fund	<u>1,116,322</u>
TOTAL REPORTING ENTITY	<u>\$ 5,005,333</u>	TOTAL REPORTING ENTITY	<u>\$ 5,005,333</u>

COUNTY OF MARQUETTE, MICHIGAN
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2005

NOTE 9 – CAPITAL ASSETS

A summary of the capital assets of the Governmental Activities is as follows:

	Balance at December 31, <u>2004</u>	Additions	Disposals	Balance at December 31, <u>2005</u>
GOVERNMENTAL ACTIVITIES:				
Construction in progress	\$ -	\$ -	\$ -	\$ -
Land	<u>367,733</u>	<u>-</u>	<u>-</u>	<u>367,733</u>
Total Capital Assets, not being depreciated	<u>\$ 367,733</u>	<u>-</u>	<u>-</u>	<u>\$ 367,733</u>
Land Improvements	35,891	-	-	35,891
Buildings and improvements	12,284,979	-	-	12,284,979
Vehicles	707,065	64,242	59,340	711,967
Furniture and equipment	1,967,035	292,621	-	2,259,656
Total Capital Assets, being depreciated	<u>14,994,970</u>	<u>356,863</u>	<u>59,340</u>	<u>15,292,493</u>
Less Accumulated Depreciation:				
Land Improvements	23,268	2,519	-	25,787
Buildings and improvements	7,498,394	367,523	-	7,865,918
Vehicles	448,152	75,486	59,340	464,298
Furniture and equipment	944,540	181,850	-	1,126,390
Infrastructure	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total Accumulated Depreciation	<u>8,914,354</u>	<u>627,378</u>	<u>59,340</u>	<u>9,482,392</u>
Governmental Activities Capital Assets, Net	<u>\$ 6,448,349</u>	<u>\$ (270,515)</u>	<u>\$ -</u>	<u>6,177,834</u>

Depreciation expenses for the governmental activities were charged to the following functions and activities of the primary government:

Governmental:	
Courts	\$5,906
Public Records	9,959
Law Enforcement	42,515
Resource Management	55,716
Other	362,239
Total	<u>\$476,355</u>
Internal Service:	<u>\$151,023</u>

**COUNTY OF MARQUETTE, MICHIGAN
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2005**

NOTE 9 – CAPITAL ASSETS - CONTINUED

A summary of changes in business-type activities capital assets is as follows:

	Balance at December 31, <u>2004</u>	Additions	Disposals	Balance at December 31, <u>2005</u>
BUSINESS-TYPE ACTIVITIES:				
Construction in progress	\$425,585	\$ 2,309,161	\$ -	\$ 2,734,746
Land	<u>15,225,586</u>	<u>-</u>	<u>-</u>	<u>15,225,586</u>
Total Capital Assets, not being depreciated	<u>15,651,171</u>	<u>2,309,161</u>	<u>-</u>	<u>17,960,332</u>
Land improvements	12,662,215	229,755		12,891,970
Buildings and improvements	27,843,565	49,646	-	27,893,211
Vehicles	1,224,397	-	-	1,224,397
Furniture and equipment	1,551,047	33,960	-	1,585,007
Infrastructure	<u>2,553,917</u>	<u>-</u>	<u>-</u>	<u>2,553,917</u>
Total Capital Assets, being depreciated	<u>45,835,141</u>	<u>313,361</u>	<u>-</u>	<u>46,148,502</u>
Less Accumulated Depreciation:				
Land Improvements	1,930,226	452,385	-	2,382,611
Buildings and improvements	6,577,130	864,556	-	7,441,685
Vehicles	265,825	106,099	-	371,924
Furniture and equipment	1,146,285	89,571	-	1,235,856
Infrastructure	<u>28,398</u>	<u>113,588</u>	<u>-</u>	<u>141,986</u>
Total Accumulated Depreciation	<u>9,947,864</u>	<u>1,626,198</u>	<u>-</u>	<u>11,574,062</u>
Business-Type Activities Capital Assets, Net	<u>\$ 51,538,448</u>	<u>\$ 996,324</u>	<u>\$ -</u>	<u>\$ 52,534,772</u>

Depreciation expense for the business-type activities was charged to the following funds primary government:

Business-Type Activities:	
Medical Care Facility	\$ 448,319
Airport	839,188
Forestry	21,672
Water & Sewer Fund	317,019
Total Depreciation Expense – Business-Type Activities	<u>\$1,626,198</u>

COUNTY OF MARQUETTE, MICHIGAN
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2005

NOTE 9 – CAPITAL ASSETS - CONTINUED

A summary of component units' capital assets is as follows:

	<u>Road Commission</u>	<u>Total Component Units</u>
COMPONENT UNITS:		
Land	\$ 272,377	\$ 272,377
Total Capital Assets, not being depreciated	<u>272,377</u>	<u>272,377</u>
Land improvements	-	-
Buildings and improvements	2,762,513	2,762,513
Furniture and equipment	12,503,090	12,503,090
Total Capital Assets, being depreciated	<u>15,265,603</u>	<u>15,265,603</u>
Less Accumulated Depreciation:		
Land improvements	-	-
Buildings and improvements	1,350,230	1,350,230
Furniture and equipment	10,965,882	10,965,882
Total Accumulated Depreciation	<u>12,316,112</u>	<u>12,316,112</u>
Component Units Capital Assets, net	<u>\$ 3,221,868</u>	<u>\$ 3,221,868</u>

Depreciation expense for the component units was charged to the following funds:

Component Units:	
Road Commission	<u>\$ 621,467</u>
Total Depreciation Expense – Component Units	<u>\$ 621,467</u>

NOTE 10 – DEFERRED REVENUES

Deferred revenues are those where asset recognition criteria have been met, but for which revenue recognition criteria have not been met.

- The County as deferred revenue related to the property tax levied December 1, 2005, to be recorded as revenue in the subsequent year when the proceeds of the levy are budgeted and made available for financing of County operations. The Deferred Revenue Related to this is as follows:

General Fund	\$5,748,126
Maintenance of Effort Fund	\$ 793,146
Central Dispatch Fund	\$ 706,601
Rescue Safety Fund	\$ 159,839
Commission on Aging Fund	\$ 636,122

COUNTY OF MARQUETTE, MICHIGAN
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2005

NOTE 10 – DEFERRED REVENUES - CONTINUED

2. The Community and Economic Development Fund have reported \$ 2,217,264, which represents Community Development Block Grant loans to various individuals in accordance with the County housing rehabilitation projects. Terms vary with respect to repayment of these loans. Proceeds from repayments on these loans will be used for future County economic and community development.
3. The Medical Care Facility Fund has reported \$0, which represents Proportionate Share Reimbursement Program monies from the State of Michigan.
4. The County Road Commission Fund has reported \$156,341, which represents Forest Road Monies that have been paid, but not yet expended.

NOTE 11 – PENSION PLAN – DEFINED BENEFIT

DEFINED BENEFIT PENSION PLAN – COUNTY

Plan Description - The County contributes to the Municipal Employees Retirement System of Michigan (System), an agent multiple-employer public employee retirement system that acts as a common investment and administrative agent for all Michigan municipal employees. The System issues a publicly available financial report that includes financial statements and required supplementary information for the system. That report may be obtained by writing to MERS at 1134 Municipal Way, Lansing, MI. 48917-9755.

Funding Policy - The obligation to contribute to and maintain the system for these employees was established by negotiation with the County's competitive bargaining units, and requires a contribution from the employees of 2-3 % of gross wages.

Annual Pension Cost - For year ended December 31, 2005, the County's annual pension cost of \$1,732,740 for the plan was equal to the County's required and actual contribution. The annual required contribution was determined as part of an actuarial valuation at December 31, 2003, using the entry actual age cost method. Significant actuarial assumptions used include: (a) an 8.0 investment rate of return; and (b) projected salary increases of 4.5 percent per year. Both (a) and (b) include an inflation component of 4.5%. The actuarial value of assets was determined using techniques that smooth the effects of short term volatility over a four year period. The unfunded actuarial liability is being amortized as a level percentage of payroll on a closed basis. The remaining amortization period is 30 years.

	Three-Year Trend Information		
	Fiscal Year Ended December 31		
	2004	2003	2002
Annual Pension Cost	\$ 1,732,740	\$ 1,629,336	\$ 1,247,555
Percentage of APC Contributed	100%	100%	100%
Net Pension Obligation	0	0	0
Actuarial Value of Assets	\$ 40,640,732	\$37,957,526	\$34,992,236
Actuarial Accrued Liability (Entry Age)	\$ 58,203,010	\$51,529,502	\$47,170,594
Unfunded AAL	\$ 17,562,278	\$13,571,976	\$12,178,358
Funded Ratio	70%	74%	74%
Covered Payroll	\$ 12,289,495	\$11,838,045	\$11,762,886
UAAL as a Percentage of Covered Payroll	143%	115%	104%

**COUNTY OF MARQUETTE, MICHIGAN
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2005**

NOTE 11 – PENSION PLAN – DEFINED BENEFIT - CONTINUED

DEFINED BENEFIT PENSION PLAN – COUNTY ROAD COMMISSION

Plan Description - The County Road Commission contributes to the Municipal Employees Retirement System of Michigan (System), an agent multiple-employer public employee retirement system that acts as a common investment and administrative agent for all Michigan municipal employees. The System issues a publicly available financial report that includes financial statements and required supplementary information for the system. That report may be obtained by writing to MERS at 1134 Municipal Way, Lansing, MI 48917-9755.

Funding Policy - The obligation to contribute to and maintain the system for these employees was established by negotiation with the County's competitive bargaining units, and requires a contribution from the employees of 0-10 % of gross wages.

Annual Pension Cost - For year ended September 30, 2005, the County Road Commission's annual pension cost of \$585,636 for the plan was equal to the County's required and actual contribution. The annual required contribution was determined as part of an actuarial valuation at December 31, 2002, using the entry actual age cost method. Significant actuarial assumptions used include: (a) an 8.0 investment rate of return; and (b) projected salary increases of 4.5 percent per year. Both (a) and (b) include an inflation component of 4.5%. The actuarial value of assets was determined using techniques that smooth the effects of short term volatility over a four year period. The unfunded actuarial liability is being amortized as a level percentage of payroll on a closed basis. The remaining amortization period is 30 years.

	Three-Year Trend Information Fiscal Year Ended September 30		
	2004	2003	2002
Annual Pension Cost	\$ 558,214	\$ 547,698	\$ 606,917
Percentage of APC Contributed	100%	100%	100%
Net Pension Obligation	0	0	0
Actuarial Value of Assets	\$ 9,113,598	\$ 8,691,001	\$ 8,377,435
Actuarial Accrued Liability (Entry Age)	\$17,146,651	\$ 5,508,649	\$14,854,137
Unfunded AAL	\$ 8,033,053	\$,817,648	\$ 6,476,702
Funded Ratio	53%	56%	56%
Covered Payroll	\$ 2,671,786	\$ 2,503,371	\$ 2,862,489
UAAL as a Percentage of Covered Payroll	301%	272%	226%

NOTE 12 – DEFINED CONTRIBUTION PENSION PLAN

The County also provides pension benefits to its employees through a defined contribution plan. In a defined contribution plan, benefits depend solely on amounts contributed to the plan plus investment earnings. The County established the plans in the form of the ICMA Retirement Corporation Governmental Money Purchase Plan and Trust, as amended by and as authorized by Section 19A of the Municipal Employee's Retirement System of Michigan Plan Document. The ICMA Retirement Corporation is the Plan Administrator. The County's total pension expense for this plan for this current fiscal year was \$329,259.

COUNTY OF MARQUETTE, MICHIGAN
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2005

NOTE 13 – DEFERRED COMPENSATION PLAN

The County of Marquette and its Component Unit's offers its employees deferred compensation plans in accordance with the Internal Revenue Code, Section 457. The plans are available to all county employees and permit them to defer a portion of their current earnings until the employee's termination, retirement, death or unforeseeable future.

Due to changes in the Internal Revenue Code, the Plan's assets are considered to be property of the Plan's participants and no longer subject to the County's general creditors. Therefore, in accordance with the provisions of GASB Statement No. 32, the Plan balances and activities are not reflected in these financial statements.

The Plan's participants have the right to designate how the funds will be invested. Accordingly, the County has no liability for losses under the Plan. The Plan's assets are held in trust for the exclusive benefit of the Plan's participants and their beneficiaries.

The County's plans are administered by International City Management Association (ICMA), Nationwide, and F. T. Jones. The plan administrators, agree to hold harmless and indemnify the Board, its appointed and elected officers and participating employees from any loss resulting from their failure to perform their duties and services pursuant to the programs.

NOTE 14 - VESTED EMPLOYEE BENEFITS

The County accrues the liability for earned sick leave based on the vesting method. The liability is accrued as the benefits are earned if it is probable that the County will compensate the employees conditioned upon retirement, death, or termination of employment. Employees earn annual vacation, sick, and combined leave at a rate of a certain number of days per year based on the number of years of service up to a maximum number of accumulated days. Annual vacation, sick, and combined leave days are based on various Labor Union Contract terms and administrative policies of the primary government.

NOTE 15 – BUDGET VIOLATIONS

Public Act 621 of 1978, Section 18(1), as amended, provides that a County shall not incur expenditures in excess of the amount appropriated. In the body of the financial statements, the County's actual expenditures and budgeted expenditures have been shown on an activity and/or program level.

**COUNTY OF MARQUETTE, MICHIGAN
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2005**

NOTE 15 – BUDGET VIOLATIONS - CONTINUED

The following funds/departments had excess expenditures over appropriations at December 31, 2005:

<u>Fund/Line Item</u>	<u>Final Amended Budget</u>	<u>Actual Expenditures</u>	<u>Variance</u>
General Fund:			
District Court	1,386,941	1,387,385	444
Sheriff - Substance Abuse Grant	31,390	37,230	5,840
Special Revenue Funds:			
Health Department	4,194,433	4,517,804	323,371
Revenue Sharing Fund	1,115,000	1,116,322	1,322
Sawyer Development	-	4,161	4,161
Sawyer Intermediary Relending Fund	50,000	139,218	89,218
Building Authority	-	943	943
Department of Human Services	5,000	30,948	25,948
Homestead Property Administration	-	2,068	2,068
DHS Baraga Account	-	2,622	2,622
Register of Deeds Automation	88,000	91,456	3,456

NOTE 16 – CONTINGENT LIABILITIES

The County has received significant financial assistance from state and federal agencies in the form of various grants. The disbursement of funds received under these programs generally requires compliance with terms and conditions specified in the grant agreement and are subject to audit by the grantor agency. Any disallowed claims resulting from such audits could become a liability of the applicable fund of the County. However, in the opinion of management, any such disallowed claims will not have a material effect on any of the financial statements of the individual fund types included herein or on the overall financial position of the county at December 31, 2005.

Risk Management - The County is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. The County has obtained commercial insurance to handle its risk of loss.

Cost Settlement - Medical Care Facility services rendered to various insurance program beneficiaries are paid at prospectively determined rates per discharge. These rates vary according to a client classification system that is based on clinical, diagnostic, and other factors. Certain health services and defined capital costs are paid based on a cost reimbursement methodology. The facility reports such activity through the submission of its annual cost reports which are subject to audit by the fiscal intermediary. The facility's classification of clients under the program and the appropriateness of their admission are subject to an independent review by a peer review organization.

NOTE 17 – OTHER POST EMPLOYMENT BENEFITS

The County offers group benefits health insurance coverage under various collective bargaining agreements covering substantially all employees and former employees of the County. This benefit is accounted for on the pay-as-you-go method, whereby the County is reporting the amounts paid as expenditures in the year the amount is paid for the benefit provided. The amount paid for former employees for the period ended December 31, 2005, was \$ 1,005,270, covering 111 participants.

COUNTY OF MARQUETTE, MICHIGAN
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2005

NOTE 18 – RESERVED, DESIGNATED AND RESTRICTED FUND EQUITY

Fund balances in the various funds of the primary government and its component units have been reserved, designated or restricted for the following purposes:

General Fund	
Reserved for Utility Tax Settlement	\$330,000
Reserved for Family Counseling	19,655
Reserved for Vehicle Replacement	7,851
Reserved for Criminal Justice Training	3,891
TOTAL	361,397
Special Revenue Funds	
Public Improvement	
Reserved for projects – 2002 & Prior	59,394
Reserved for projects – 2003	120,176
Reserved for projects – 2004	158,800
Reserved for projects – 2005	37,108
Reserved for projects – Succeeding year	67,800
TOTAL	443,278
Victim Restitution	
Reserved for Probation Oversight	6,648
Central Dispatch	
Reserved for Training	2,562
Commission on Aging	
Reserved for various on-going projects	32,978
TOTAL	846,863
Enterprise Funds	
Airport	
Reserved for Capital Improvement	376,673
Forestry	
Reserved for Capital Improvement	126,600
TOTAL	503,273
Component Units	
County Road	
Restricted for County Road Commission Operations	4,757,629
E.D.C.	
Restricted for E.D.C. Operations	795,655
TOTAL	5,553,284

NOTE 19 – PROPERTY TAXES

The Local Governmental Unit property tax is levied on each December 1st on the taxable valuation of property (as defined by State statutes) located in the Local Governmental Unit as of the preceding December 31st.

Although the Local Governmental Unit 2004 ad valorem tax is levied and collectible on December 1, 2005, it is the Local Governmental Unit's policy to recognize revenue from the current tax levy in the following year when the proceeds of this levy are budgeted and made "available" for the financing of operations. "Available" means collected within the current period or expected to be collected soon enough thereafter to be used to pay liabilities of the current period sixty (60) days.

**COUNTY OF MARQUETTE, MICHIGAN
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2005**

NOTE 19 – PROPERTY TAXES - CONTINUED

The 2005 taxable valuation of the Local Governmental Unit totaled \$1,490,915,750, on which ad valorem taxes levied consisted of 5.4854 mills for the County operating purposes, .4411 mills for Commission of Aging, .4855 mills for Central Dispatch, .1098 mills for Rescue Safety, .5449 mills for Standardization, and .5945 mills for Countywide transit.

NOTE 20 – DEFICIT CASH AND INVESTMENT BALANCES

At December 31, 2005, the following funds had a material cash and investment deficit:

<u>Fund</u>	<u>Deficit Cash/ Investment Balance</u>
Special Revenue Funds	
Friend of the Court	169,333
Sawyer Maintenance Fund	337,919
Health Department	45,448
P.A. 511 Community Corrections	11,651
Probate Court Child Care	12,254
MCTV	58,286

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REQUIRED SUPPLEMENTARY INFORMATION

COUNTY OF MARQUETTE, MICHIGAN
MAJOR GOVERNMENTAL FUNDS

GENERAL FUND

STATEMENT OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE – BUDGET AND ACTUAL

For the Fiscal Year Ended December 31, 2005

	Original Budget	Final Amended Budget	Actual	Variance
REVENUES				
Taxes and penalties	\$ 9,894,587	\$ 10,084,467	\$ 10,085,154	\$ 687
Licenses and permits	485,935	570,000	566,379	(3,621)
Federal sources	90,000	636,027	485,690	(150,337)
State sources	1,140,985	1,164,875	1,139,274	(25,601)
Charges for services	2,755,278	2,955,478	2,795,705	(159,773)
Interest	220,000	220,000	87,512	(132,488)
Other Revenues	979,332	958,598	961,642	3,044
TOTAL REVENUES	15,566,117	16,589,445	16,121,356	(468,089)
EXPENDITURES				
Current				
Legislative	221,343	231,143	225,869	5,274
Courts	3,097,414	3,060,964	2,981,706	79,258
Management	1,022,961	1,078,662	1,033,146	45,516
Public Records	1,341,766	1,405,466	1,371,312	34,154
Law Enforcement	4,863,453	5,537,522	5,244,679	292,843
Human Services	84,973	85,673	73,919	11,754
Resource Management/Development	1,751,192	1,913,496	1,826,510	86,986
Other	3,004,764	3,242,867	3,063,883	178,984
TOTAL EXPENDITURES	15,387,866	16,555,793	15,821,024	734,769
EXCESS REVENUES OVER (UNDER) EXPENDITURES	178,251	33,652	300,332	266,680
OTHER FINANCING SOURCES (USES)				
Operating transfers in	1,562,000	1,656,000	1,652,322	(3,678)
Operating transfers out	(1,740,251)	(1,764,162)	(1,661,877)	102,285
TOTAL OTHER FINANCING SOURCES(USES)	(178,251)	(108,162)	(9,555)	98,607
CHANGE IN FUND BALANCE	-	(74,510)	290,777	365,287
Fund balance, beginning of year	911,602	911,602	911,602	-
FUND BALANCE, END OF YEAR	\$ 911,602	\$ 837,092	\$ 1,202,379	\$ 365,287

The accompanying notes are an integral part of these financial statements.

COUNTY OF MARQUETTE, MICHIGAN
MAJOR GOVERNMENTAL FUNDS

HEALTH DEPARTMENT FUND

STATEMENT OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE – BUDGET AND ACTUAL

For the Fiscal Year Ended December 31, 2005

	Original Budget	Final Amended Budget	Actual	Variance
REVENUES				
State sources	\$ 1,570,146	\$ 2,025,457	\$ 2,816,237	\$ 790,780
Charges for services	1,170,785	1,032,646	1,052,381	19,735
Other Revenues	865,002	537,824	388,902	(148,922)
TOTAL REVENUES	<u>3,605,933</u>	<u>3,595,927</u>	<u>4,257,520</u>	<u>661,593</u>
EXPENDITURES				
Personnel services	3,491,602	3,465,490	3,484,495	(19,005)
Supplies	251,821	233,092	493,417	(260,325)
Other services and charges	440,286	489,382	539,892	(50,510)
Capital outlay	–	6,469	–	6,469
TOTAL EXPENDITURES	<u>4,183,709</u>	<u>4,194,433</u>	<u>4,517,804</u>	<u>(323,371)</u>
EXCESS REVENUES OVER (UNDER) EXPENDITURES	<u>(577,776)</u>	<u>(598,506)</u>	<u>(260,284)</u>	<u>338,222</u>
OTHER FINANCING SOURCES (USES)				
Operating transfers in	592,776	598,506	263,056	(335,450)
Operating transfers out	(15,000)	(24,720)	(24,720)	–
TOTAL OTHER FINANCING SOURCES(USES)	<u>577,776</u>	<u>573,786</u>	<u>238,336</u>	<u>(335,450)</u>
CHANGE IN FUND BALANCE	<u>–</u>	<u>(24,720)</u>	<u>(21,948)</u>	<u>2,772</u>
Fund balance, beginning of year	<u>24,720</u>	<u>24,720</u>	<u>24,720</u>	<u>–</u>
FUND BALANCE, END OF YEAR	<u>\$ 24,720</u>	<u>\$ –</u>	<u>\$ 2,772</u>	<u>\$ 2,772</u>

The accompanying notes are an integral part of these financial statements.

COUNTY OF MARQUETTE, MICHIGAN
MAJOR GOVERNMENTAL FUNDS

COMMUNITY DEVELOPMENT FUND

STATEMENT OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE – BUDGET AND ACTUAL

For the Fiscal Year Ended December 31, 2005

	Original Budget	Final Amended Budget	Actual	Variance
REVENUES				
State sources	\$ 282,400	\$ 346,400	\$ 241,596	\$ (104,804)
Interest	2,300	2,300	3,994	1,694
Other Revenues	49,000	58,500	123,979	65,479
TOTAL REVENUES	333,700	407,200	369,569	(37,631)
EXPENDITURES				
Personnel services	75,240	101,240	90,239	11,001
Supplies	2,275	1,475	166	1,309
Other services and charges	256,185	315,185	302,103	13,082
Capital outlay	-	-	-	-
TOTAL EXPENDITURES	333,700	417,900	392,508	25,392
EXCESS REVENUES OVER (UNDER) EXPENDITURES	-	(10,700)	(22,939)	(12,239)
OTHER FINANCING SOURCES (USES)				
Transfers in	-	-	-	-
Transfers (out)	-	-	-	-
TOTAL OTHER FINANCING SOURCES(USES)	-	-	-	-
CHANGE IN FUND BALANCE	-	(10,700)	(22,939)	(12,239)
Fund balance, beginning of year	118,260	118,260	118,260	-
FUND BALANCE, END OF YEAR	\$ 118,260	\$ 107,560	\$ 95,321	\$ (12,239)

The accompanying notes are an integral part of these financial statements.

COUNTY OF MARQUETTE, MICHIGAN
MAJOR GOVERNMENTAL FUNDS

REVENUE SHARING RESERVE FUND

STATEMENT OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL

For the Fiscal Year Ended December 31, 2005

	Original Budget	Final Amended Budget	Actual	Variance
REVENUES				
Taxes and penalties	\$ -	\$ -	\$ 2,565,799	\$ 2,565,799
Interest	-	-	-	-
Other Revenues	-	-	-	-
TOTAL REVENUES	-	-	2,565,799	2,565,799
EXPENDITURES				
Personnel services	-	-	-	-
Supplies	-	-	-	-
Other services and charges	-	-	-	-
Capital outlay	-	-	-	-
TOTAL EXPENDITURES	-	-	-	-
EXCESS REVENUES OVER (UNDER) EXPENDITURES	-	-	2,565,799	2,565,799
OTHER FINANCING SOURCES (USES)				
Transfers in	-	-	-	-
Transfers (out)	(1,115,000)	(1,115,000)	(1,116,322)	(1,322)
TOTAL OTHER FINANCING SOURCES(USES)	(1,115,000)	(1,115,000)	(1,116,322)	(1,322)
CHANGE IN FUND BALANCE	(1,115,000)	(1,115,000)	1,449,477	2,564,477
Fund balance, beginning of year	1,898,986	1,898,986	1,898,986	-
FUND BALANCE, END OF YEAR \$	<u>783,986</u>	<u>783,986</u>	<u>\$ 3,348,463</u>	<u>\$ 2,564,477</u>

The accompanying notes are an integral part of these financial statements.

COUNTY OF MARQUETTE, MICHIGAN
MAJOR GOVERNMENTAL FUNDS

AIRPORT STABILIZATION FUND

STATEMENT OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE – BUDGET AND ACTUAL

For the Fiscal Year Ended December 31, 2005

	<u>Original Budget</u>	<u>Final Amended Budget</u>	<u>Actual</u>	<u>Variance</u>
REVENUES				
Taxes and penalties	\$ -	\$ -	\$ -	\$ -
Interest	-	75,000	77,399	2,399
Other Revenues	-	2,495,000	4,995,000	2,500,000
TOTAL REVENUES	-	2,570,000	5,072,399	2,502,399
EXPENDITURES				
Personnel services	-	-	-	-
Supplies	-	-	-	-
Other services and charges	-	292,500	292,435	65
Capital outlay	-	480,000	461,240	18,760
TOTAL EXPENDITURES	-	772,500	753,675	18,825
EXCESS REVENUES OVER (UNDER) EXPENDITURES	-	1,797,500	4,318,724	2,521,224
OTHER FINANCING SOURCES (USES)				
Transfers in	-	-	-	-
Transfers (out)	(437,245)	(1,202,686)	(1,202,686)	-
TOTAL OTHER FINANCING SOURCES(USES)	(437,245)	(1,202,686)	(1,202,686)	-
CHANGE IN FUND BALANCE	(437,245)	594,814	3,116,038	2,521,224
Fund balance, beginning of year	1,953,463	1,953,463	1,953,463	-
FUND BALANCE, END OF YEAR \$	<u>1,516,218</u>	<u>2,548,277</u>	<u>5,069,501</u>	<u>2,521,224</u>

The accompanying notes are an integral part of these financial statements.

OTHER SUPPLEMENTARY INFORMATION

COUNTY OF MARQUETTE, MICHIGAN

GENERAL FUND

BALANCE SHEET

December 31, 2005

ASSETS

Cash and investments	\$	496,903
Receivables		171,033
Taxes receivable – current		5,230,836
Taxes receivable – delinquent personal		87,595
Due from others		23,574
Due from other funds		1,143,771
Other assets		<u>409,253</u>

TOTAL ASSETS \$ 7,562,965

LIABILITIES AND FUND BALANCE

Liabilities:

Accounts payable	\$	197,965
Due to others		37
Accrued payroll and related		363,163
Accrued sick & vacation leave		51,295
Deferred revenue		<u>5,748,126</u>

TOTAL LIABILITIES 6,360,586

FUND BALANCE

Reserved for:

Vehicle Replacement	\$	7,851	
Family Counseling		19,655	
Utility Tax Settlement		330,000	
Criminal Justice Reserve		<u>3,891</u>	361,397

Unreserved 840,982

TOTAL FUND BALANCE 1,202,379

TOTAL LIABILITIES AND FUND BALANCE \$ 7,562,965

COUNTY OF MARQUETTE, MICHIGAN
MAJOR GOVERNMENTAL FUNDS
GENERAL FUND

SCHEDULE OF REVENUES AND OPERATING TRANSFERS IN – BUDGET AND ACTUAL

For the Year Ended December 31, 2005

	<u>Original Budget</u>	<u>Final Amended Budget</u>	<u>Actual</u>	<u>Variance</u>
TAXES AND PENALTIES				
Ad Valorem Taxes	\$ 8,229,987	\$ 8,447,063	\$ 8,414,682	\$ (32,381)
Commercial Forest Taxes	158,100	158,100	188,762	30,662
Specific Taxes	937,000	947,580	947,580	-
Trailer Taxes	3,000	3,000	3,001	1
Swamp Tax	194,500	194,500	194,341	(159)
Federal Lands Tax	20,000	20,000	22,070	2,070
P.I.L.T. for M.S.H.D.A. Properties	13,000	13,000	13,013	13
Single Business Inventory Tax	77,000	-	-	-
Cigarette Tax	30,000	40,250	40,403	153
Convention & Tourism Tax	225,000	253,974	253,974	-
Interest on Taxes	7,000	7,000	7,328	328
TOTAL TAXES AND PENALTIES	<u>9,894,587</u>	<u>10,084,467</u>	<u>10,085,154</u>	<u>687</u>
LICENSES AND PERMITS				
Marriage Licenses	3,000	3,000	2,860	(140)
Pistol Permits	7,000	12,000	11,258	(742)
Other Licenses and Permits	9,000	10,000	9,897	(103)
Building Permits	466,935	545,000	542,364	(2,636)
TOTAL LICENSES AND PERMITS	<u>485,935</u>	<u>570,000</u>	<u>566,379</u>	<u>(3,621)</u>
FEDERAL GRANTS				
Department of Justice	5,000	5,000	4,812	(188)
Domestic Violence Grant	-	116,771	23,907	(92,864)
Homeland Security	35,000	483,256	426,665	(56,591)
Emergency Services Management (FEMA)	50,000	31,000	30,306	(694)
TOTAL FEDERAL GRANTS	<u>90,000</u>	<u>636,027</u>	<u>485,690</u>	<u>(150,337)</u>
STATE GRANTS				
State Court Funding	350,000	322,500	323,261	761
Judicial Standardization	235,500	235,500	236,279	779
Judicial Technology Grant	-	4,799	4,799	-
State Aid-Case Flow Assistance	16,000	16,000	17,073	1,073
Probate Judges Salary	94,200	94,200	94,195	(5)
Byrne Grant	60,323	20,000	18,165	(1,835)
CERT Grant	-	35,232	11,631	(23,601)
Hazard Mitigation	-	39,284	31,788	(7,496)
Basic Grant	15,000	15,000	15,000	-
County Juvenile Officer	27,317	27,317	34,146	6,829
Victim's Rights Act	26,500	26,500	27,028	528
Reintegration Grant	49,200	47,200	29,620	(17,580)
Prosecuting Attorney (Prison Case)	3,000	3,000	1,225	(1,775)
Criminal Justice Training	7,000	7,000	5,844	(1,156)
Township Liquor License Fees	9,000	9,000	8,083	(917)
Road Patrol – P.A. 416	125,000	126,300	161,817	35,517
U.P.S.E.T. Grant	35,000	38,350	34,097	(4,253)
U.P.S.E.T. Travel Match	-	1,000	515	(485)
Sheriff-Project H.E.M.P.	-	-	664	664
Substance Abuse Grant	15,000	31,390	26,789	(4,601)
Drug Enforcement/Probation Grant	59,901	47,214	49,016	1,802
Community Service Work Group	10,944	18,089	8,239	(9,850)
LEPC Grant	2,100	-	-	-
TOTAL STATE GRANTS	<u>1,140,985</u>	<u>1,164,875</u>	<u>1,139,274</u>	<u>(25,601)</u>

COUNTY OF MARQUETTE, MICHIGAN
MAJOR GOVERNMENTAL FUNDS
GENERAL FUND

SCHEDULE OF REVENUES AND OPERATING TRANSFERS IN - BUDGET AND ACTUAL

For the Year Ended December 31, 2005

	Original Budget	Final Amended Budget	Actual	Variance
CHARGES FOR SERVICES				
Circuit Court Costs	\$ 55,500	\$ 55,500	\$ 36,906	\$ (18,594)
Circuit Court Services	40,000	40,000	29,369	(10,631)
Prison Case Reimbursement	15,000	15,000	12,712	(2,288)
District Court Costs	560,000	670,500	662,626	(7,874)
District Court Supervision Fees	180,000	189,000	184,880	(4,120)
Probation Officer Assessment Fees	28,000	25,500	24,845	(655)
District Court Assaultive Counseling Fees	9,800	7,800	7,533	(267)
District Court Civil Fees	70,000	82,500	81,498	(1,002)
District Court Attorney Fees	63,000	49,000	42,934	(6,066)
District Court A.A.P.	16,500	13,000	13,215	215
Probate Court Services	30,000	30,000	18,096	(11,904)
Juvenile Division Services	30,100	25,100	13,709	(11,391)
Jury Reimbursement Fees	18,000	18,000	12,037	(5,963)
Clerk Services	130,000	140,000	144,449	4,449
Pre-Sentencing Interview	20,000	20,000	20,925	925
Tax Administration Services	106,000	106,000	103,580	(2,420)
Register of Deeds Services	305,000	305,000	311,639	6,639
Register of Deeds User Fees	45,000	30,000	28,083	(1,917)
Real Estate Transfer Tax	160,000	250,000	248,486	(1,514)
Remonumentation Administration	1,500	1,500	934	(566)
Transcript Revenue	4,000	4,000	3,976	(24)
Treasurer Services	5,500	7,500	8,241	741
Equalization Services	22,000	8,700	8,522	(178)
Pros. Attorney Costs	-	-	-	-
Pros. Attorney-License Reinstatements	1,000	1,000	-	(1,000)
Pros. Attorney-Drunk Driving	1,000	1,000	1,195	195
Pros. Attorney-Fees	52,000	52,000	52,000	-
Sheriff Services	59,500	81,500	82,996	1,496
Contract Road Patrol	194,453	194,453	148,447	(46,006)
Prisoners Board	407,500	370,500	331,897	(38,603)
Prisoner Reimbursement	45,000	55,000	59,529	4,529
Sale of Meals	750	750	1,050	300
Commissary Services	3,000	3,000	-	(3,000)
Jail Services	8,250	13,750	13,994	244
Drain Commissioner Services	13,000	13,000	3,854	(9,146)
G.I.S. Services	2,500	2,500	11,710	9,210
Zoning Fees	2,500	2,500	1,610	(890)
Planning Fees	46,425	67,425	63,489	(3,936)
Building Code Services	3,500	3,500	4,739	1,239
TOTAL CHARGES FOR SERVICES	<u>2,755,278</u>	<u>2,955,478</u>	<u>2,795,705</u>	<u>(159,773)</u>
INTEREST				
Investment Income	220,000	220,000	87,512	(132,488)
TOTAL INTEREST	<u>220,000</u>	<u>220,000</u>	<u>87,512</u>	<u>(132,488)</u>

COUNTY OF MARQUETTE, MICHIGAN
MAJOR GOVERNMENTAL FUNDS
GENERAL FUND

SCHEDULE OF REVENUES AND OPERATING TRANSFERS IN – BUDGET AND ACTUAL

For the Year Ended December 31, 2005

	<u>Original Budget</u>	<u>Final Amended Budget</u>	<u>Actual</u>	<u>Variance</u>
OTHER REVENUE				
Vending/Pay Phone Commissions	35,100	35,100	29,930	(5,170)
Hospital/Insurance Prem Reimbursement	2,500	2,500	2,838	338
Ordinance Fines and Costs	155,000	65,000	73,932	8,932
ADC Incentive	90,000	90,000	93,069	3,069
Circuit Court Family Counseling	7,500	7,500	7,000	(500)
Chapter I GED Grant	1,124	1,124	420	(704)
Bond Costs/Forfeitures	14,500	38,500	38,407	(93)
Food Stamp Fraud	500	500	1,553	1,053
Rental Income	216,458	216,458	216,933	475
Election Reimbursements	400	15,200	17,319	2,119
General Reimbursements/Refunds	15,000	45,966	34,163	(11,803)
Sale of Supplies	3,750	3,750	2,131	(1,619)
Sale of Assets	-	-	808	808
Indirect Cost Charges	400,000	385,000	386,895	1,895
Other Revenues	25,500	21,500	27,704	6,204
Local Contributions	4,000	-	-	-
Indian Gaming Revenues	8,000	30,500	28,500	(2,000)
Cash Over/Short	-	-	40	40
TOTAL OTHER REVENUES	<u>979,332</u>	<u>958,598</u>	<u>961,642</u>	<u>3,044</u>
TOTAL REVENUES \$	<u>\$ 15,566,117</u>	<u>\$ 16,589,445</u>	<u>\$ 16,121,356</u>	<u>\$ (468,089)</u>
OTHER FINANCING SOURCES				
100% Tax Payment Fund	\$ 526,000	\$ 526,000	\$ 526,000	\$ -
Transfers from Other Funds	<u>1,036,000</u>	<u>1,130,000</u>	<u>1,126,322</u>	<u>(3,678)</u>
TOTAL OPERATING TRANSFERS IN \$	<u>\$ 1,562,000</u>	<u>\$ 1,656,000</u>	<u>\$ 1,652,322</u>	<u>\$ (3,678)</u>

COUNTY OF MARQUETTE, MICHIGAN
MAJOR GOVERNMENTAL FUNDS
GENERAL FUND

SCHEDULE OF EXPENDITURES – BUDGET AND ACTUAL

For the Year Ended December 31, 2005

EXPENDITURES:	Original Budget	Final Amended Budget	Actual	Variance
LEGISLATIVE:				
Board of Commissioners				
Personnel Services	\$ 196,439	\$ 201,239	\$ 199,881	\$ 1,358
Supplies	4,800	4,800	3,126	1,674
Other Services and Charges	20,104	25,104	22,862	2,242
Total Board of Commissioners	221,343	231,143	225,869	5,274
TOTAL LEGISLATIVE	221,343	231,143	225,869	5,274
COURTS:				
Circuit Court				
Personnel Services	349,750	348,150	345,319	2,831
Supplies	12,300	12,300	11,504	796
Other Services and Charges	234,964	235,089	224,219	10,870
Capital Outlay	-	3,500	-	3,500
Total Circuit Court	597,014	599,039	581,042	17,997
District Court				
Personnel Services	1,139,100	1,135,000	1,135,164	(164)
Supplies	36,200	41,150	43,086	(1,936)
Other Services and Charges	214,851	210,791	209,135	1,656
Capital Outlay	-	-	-	-
Total District Court	1,390,151	1,386,941	1,387,385	(444)
Jury Commission				
Personnel Services	2,250	2,250	1,599	651
Supplies	7,220	7,220	6,448	772
Other Services and Charges	308	308	262	46
Total Jury Commission	9,778	9,778	8,309	1,469
Probate Court				
Personnel Services	394,550	382,550	379,418	3,132
Supplies	8,000	8,000	7,145	855
Other Services and Charges	177,787	177,787	158,377	19,410
Capital Outlay	-	1,500	-	1,500
Total Probate Court	580,337	569,837	544,940	24,897
Juvenile Division				
Personnel Services	306,248	329,748	327,172	2,576
Supplies	6,000	6,475	4,914	1,561
Other Services and Charges	87,841	53,043	46,061	6,982
Total Juvenile Division	400,089	389,266	378,147	11,119
Reintegration Grant				
Personnel Services	45,614	42,248	31,787	10,461
Supplies	-	-	-	-
Other Services and Charges	3,586	4,952	3,493	1,459
Total Reintegration Grant	49,200	47,200	35,280	11,920
Drug Enforcement/Probation Grant				
Personnel Services	40,365	33,912	31,221	2,691
Supplies	7,626	2,000	1,249	751
Other Services and Charges	11,910	4,902	5,290	(388)
Capital Outlay	-	-	-	-
Total Drug Enforcement/Probation Grant	59,901	40,814	37,760	3,054

COUNTY OF MARQUETTE, MICHIGAN
MAJOR GOVERNMENTAL FUNDS
GENERAL FUND

SCHEDULE OF EXPENDITURES - BUDGET AND ACTUAL

For the Year Ended December 31, 2005

	Original Budget	Final Amended Budget	Actual	Variance
<u>COURTS - Continued</u>				
Community Service Work				
Personnel Services	\$ 8,866	\$ 12,951	\$ 3,577	\$ 9,374
Supplies	450	2,447	1,157	1,290
Other Services and Charges	1,628	2,691	4,109	(1,418)
Capital Outlay	-	-	-	-
Total Community Service Work	10,944	18,089	8,843	9,246
TOTAL COURTS	3,097,414	3,060,964	2,981,706	79,258
<u>MANAGEMENT:</u>				
County Administrator				
Personnel Services	156,980	150,980	146,501	4,479
Supplies	1,900	1,900	1,423	477
Other Services and Charges	10,490	16,040	15,270	770
Total County Administrator	169,370	168,920	163,194	5,726
Human Resources Department				
Personnel Services	116,930	124,530	122,902	1,628
Supplies	1,950	2,050	1,326	724
Other Services and Charges	132,294	133,945	123,424	10,521
Total Human Resources	251,174	260,525	247,652	12,873
Accounting/Finance				
Personnel Services	247,572	271,772	262,200	9,572
Supplies	7,300	7,300	6,873	427
Other Services and Charges	39,268	39,268	27,094	12,174
Capital Outlay	-	-	-	-
Total Accounting/Finance	294,140	318,340	296,167	22,173
Information Systems				
Personnel Services	253,372	275,172	273,615	1,557
Supplies	4,450	3,550	2,308	1,242
Other Services and Charges	50,455	52,155	50,210	1,945
Capital Outlay	-	-	-	-
Total Information Systems	308,277	330,877	326,133	4,744
TOTAL MANAGEMENT	1,022,961	1,078,662	1,033,146	45,516
<u>PUBLIC RECORDS:</u>				
County Clerk				
Personnel Services	381,859	382,159	379,318	2,841
Supplies	16,450	16,450	13,076	3,374
Other Services and Charges	19,710	19,710	18,862	848
Total County Clerk	418,019	418,319	411,256	7,063
Elections				
Personnel Services	457	777	803	(26)
Supplies	850	13,590	13,029	561
Other Services and Charges	897	2,637	2,313	324
Total Elections	2,204	17,004	16,145	859

COUNTY OF MARQUETTE, MICHIGAN
MAJOR GOVERNMENTAL FUNDS
GENERAL FUND

SCHEDULE OF EXPENDITURES – BUDGET AND ACTUAL

For the Year Ended December 31, 2005

	Original Budget	Final Amended Budget	Actual	Variance
<u>PUBLIC RECORDS – Continued</u>				
Equalization				
Personnel Services	\$ 158,597	\$ 136,097	\$ 133,659	\$ 2,438
Supplies	7,400	7,500	3,655	3,845
Other Services and Charges	13,643	13,843	10,039	3,804
Capital Outlay	-	-	-	-
Total Equalization	<u>179,640</u>	<u>157,440</u>	<u>147,353</u>	<u>10,087</u>
Tax Administration				
Personnel Services	142,185	186,585	184,208	2,377
Supplies	34,935	34,040	32,458	1,582
Other Services and Charges	27,727	28,622	27,676	946
Total Tax Administration	<u>204,847</u>	<u>249,247</u>	<u>244,342</u>	<u>4,905</u>
Register of Deeds				
Personnel Services	230,384	252,584	249,334	3,250
Supplies	11,470	12,970	9,877	3,093
Other Services and Charges	4,859	4,859	4,501	358
Total Register of Deeds	<u>246,713</u>	<u>270,413</u>	<u>263,712</u>	<u>6,701</u>
Treasurer				
Personnel Services	266,926	267,926	264,232	3,694
Supplies	5,000	4,900	4,546	354
Other Services and Charges	18,417	20,217	19,726	491
Capital Outlay	-	-	-	-
Total Treasurer	<u>290,343</u>	<u>293,043</u>	<u>288,504</u>	<u>4,539</u>
TOTAL PUBLIC RECORDS	<u>1,341,766</u>	<u>1,405,466</u>	<u>1,371,312</u>	<u>34,154</u>
<u>LAW ENFORCEMENT:</u>				
Prosecuting Attorney				
Prosecuting Attorney				
Personnel Services	894,948	905,948	901,356	4,592
Supplies	21,000	21,000	17,780	3,220
Other Services and Charges	36,635	37,235	35,069	2,166
Capital Outlay	-	-	-	-
Total Prosecuting Attorney	<u>952,583</u>	<u>964,183</u>	<u>954,205</u>	<u>9,978</u>
Domestic Violence Grant				
Personnel Services	-	32,825	17,106	15,719
Supplies	-	-	-	-
Other Services and Charges	-	80,202	3,659	76,543
Capital Outlay	-	3,744	3,142	602
Total Domestic Violence Grant	<u>-</u>	<u>116,771</u>	<u>23,907</u>	<u>92,864</u>
Total Prosecuting Attorney	<u>952,583</u>	<u>1,080,954</u>	<u>978,112</u>	<u>102,842</u>
Sheriff				
Sheriff – Administration				
Personnel Services	259,139	270,239	266,629	3,610
Supplies	14,850	14,550	12,538	2,012
Other Services and Charges	45,943	46,243	39,768	6,475
Capital Outlay	0	0	0	0
Total Administration	<u>319,932</u>	<u>331,032</u>	<u>318,935</u>	<u>12,097</u>

COUNTY OF MARQUETTE, MICHIGAN
MAJOR GOVERNMENTAL FUNDS
GENERAL FUND

SCHEDULE OF EXPENDITURES – BUDGET AND ACTUAL

For the Year Ended December 31, 2005

	Original Budget	Final Amended Budget	Actual	Variance
<u>LAW ENFORCEMENT – Continued</u>				
Sheriff – Detective/Investigation				
Personnel Services	\$ 104,553	\$ 105,353	\$ 103,200	\$ 2,153
Supplies	2,700	2,700	2,220	480
Other Services and Charges	5,444	5,444	3,901	1,543
Total Detective/Investigation	<u>112,697</u>	<u>113,497</u>	<u>109,321</u>	<u>4,176</u>
Sheriff – U.P.S.E.T. Program				
Personnel Services	\$ 70,000	\$ 76,700	\$ 73,587	\$ 3,113
Supplies	-	-	-	-
Other Services and Charges	-	1,000	981	19
Total U.P.S.E.T. Program	<u>70,000</u>	<u>77,700</u>	<u>74,568</u>	<u>3,132</u>
Sheriff – Public Safety				
Personnel Services	580,741	582,811	560,343	22,468
Supplies	25,775	30,475	28,476	1,999
Other Services and Charges	40,125	40,675	28,046	12,629
Capital Outlay	10,000	10,000	8,672	1,328
Total Public Safety	<u>656,641</u>	<u>663,961</u>	<u>625,537</u>	<u>38,424</u>
Sheriff – Township Contracts				
Personnel Services	153,093	153,093	138,240	14,853
Supplies	9,475	9,475	7,820	1,655
Other Services and Charges	5,885	5,885	3,965	1,920
Capital Outlay	24,000	24,000	560	23,440
Total Township Contracts	<u>192,453</u>	<u>192,453</u>	<u>150,585</u>	<u>41,868</u>
Sheriff – P.A. 416				
Personnel Services	135,133	136,133	130,164	5,969
Supplies	8,800	8,800	6,810	1,990
Other Services and Charges	1,519	1,819	1,627	192
Capital Outlay	-	-	-	-
Total P.A. 416	<u>145,452</u>	<u>146,752</u>	<u>138,601</u>	<u>8,151</u>
Sheriff – Court Security				
Personnel Services	185,471	168,871	164,764	4,107
Supplies	1,700	1,700	1,603	97
Other Services and Charges	1,400	1,400	1,097	303
Capital Outlay	-	-	-	-
Total Court Security	<u>188,571</u>	<u>171,971</u>	<u>167,464</u>	<u>4,507</u>

COUNTY OF MARQUETTE, MICHIGAN
MAJOR GOVERNMENTAL FUNDS
GENERAL FUND

SCHEDULE OF EXPENDITURES – BUDGET AND ACTUAL

For the Year Ended December 31, 2005

	Original Budget	Final Amended Budget	Actual	Variance
<u>LAW ENFORCEMENT – Continued</u>				
Sheriff – Emergency Services				
Personnel Services	74,187	74,887	73,521	1,366
Supplies	4,600	39,832	14,765	25,067
Other Services and Charges	11,170	11,170	9,695	1,475
Capital Outlay	-	-	-	-
Total Emergency Services	89,957	125,889	97,981	27,908
Sheriff – Emergency Planning				
Personnel Services	1,900	1,900	-	1,900
Supplies	-	-	974	(974)
Other Services and Charges	700	700	694	6
Total Emergency Planning	2,600	2,600	1,668	932
Sheriff – Homeland Security				
Personnel Services	-	-	-	-
Supplies	-	-	1,367	(1,367)
Other Services and Charges	-	83,492	24,681	58,811
Capital Outlay	-	364,764	386,094	(21,330)
Total Homeland Security	-	448,256	412,142	36,114
Sheriff – E.M.S. Rescue Unit				
Personnel Services	14,650	16,850	15,983	867
Supplies	6,900	5,900	5,067	833
Other Services and Charges	13,410	12,610	8,773	3,837
Capital Outlay	-	-	-	-
Total E.M.S. Rescue Unit	34,960	35,360	29,823	5,537
Sheriff – Rehabilitation				
Personnel Services	1,604,440	1,614,940	1,609,996	4,944
Supplies	17,950	18,350	16,095	2,255
Other Services and Charges	211,468	222,168	219,907	2,261
Total Rehabilitation	1,833,858	1,855,458	1,845,998	9,460
Sheriff – Jail Services				
Personnel Services	246,325	257,825	255,427	2,398
Supplies	1,300	1,300	867	433
Other Services and Charges	-	-	-	-
Total Jail Services	247,625	259,125	256,294	2,831
Sheriff – Substance Abuse Grant				
Other Services and Charges	15,000	31,390	37,230	(5,840)
Total Substance Abuse Grant	15,000	31,390	37,230	(5,840)
Sheriff – G.E.D. Grant				
Personnel Services	-	-	-	-
Other Services and Charges	1,124	1,124	420	704
Total G.E.D. Grant	1,124	1,124	420	704
Total Sheriff	3,910,870	4,456,568	4,266,567	190,001
TOTAL LAW ENFORCEMENT	4,863,453	5,537,522	5,244,679	292,843

COUNTY OF MARQUETTE, MICHIGAN
MAJOR GOVERNMENTAL FUNDS
GENERAL FUND

SCHEDULE OF EXPENDITURES – BUDGET AND ACTUAL

For the Year Ended December 31, 2005

	Original Budget	Final Amended Budget	Actual	Variance
HUMAN SERVICES:				
Cooperative Extension Service				
Personnel Services	64,900	65,600	59,049	\$ 6,551
Supplies	9,800	11,500	7,197	4,303
Other Services and Charges	10,273	8,573	7,673	900
Total Cooperative Extension	84,973	85,673	73,919	11,754
TOTAL HUMAN SERVICES	84,973	85,673	73,919	11,754
RESOURCE MANAGEMENT AND DEVELOPMENT:				
Drain Commissioner				
Personnel Services	49,287	48,237	47,361	876
Supplies	200	200	-	200
Other Services and Charges	16,413	16,413	7,833	8,580
Total Drain Commissioner	65,900	64,850	55,194	9,656
Plat Board				
Personnel Services	600	600	365	235
Supplies	-	-	-	-
Other Services and Charges	-	-	-	-
Total Plat Board	600	600	365	235
Mine Inspector				
Personnel Services	45,804	46,329	45,738	591
Supplies	100	150	27	123
Other Services and Charges	1,450	8,400	8,352	48
Capital Outlay	-	-	-	-
Total Mine Inspector	47,354	54,879	54,117	762
Resource Management & Development Department				
Overall Administration				
Personnel Services	133,264	137,264	135,809	1,455
Supplies	1,800	1,950	1,534	416
Other Services and Charges	12,554	12,404	10,122	2,282
Capital Outlay	-	-	-	-
Total Overall Administration	147,618	151,618	147,465	4,153
Planning Commission				
Personnel Services	245,121	243,221	239,667	3,554
Supplies	3,100	2,775	2,567	208
Other Services and Charges	8,631	9,106	8,998	108
Capital Outlay	-	-	-	-
Total Planning Commission	256,852	255,102	251,232	3,870
Hazard Mitigation Plan				
Personnel Services	-	18,543	-	18,543
Supplies	-	-	-	-
Other Services and Charges	-	21,436	19,435	2,001
Capital Outlay	-	-	-	-
Total Hazard Mitigation Plan	-	39,979	19,435	20,544
Building Code				
Personnel Services	472,828	540,428	548,841	(8,413)
Supplies	21,300	25,640	20,946	4,694
Other Services and Charges	15,213	38,873	15,629	23,244
Capital Outlay	-	-	-	-
Total Building Code	509,341	604,941	585,416	19,525

COUNTY OF MARQUETTE, MICHIGAN
MAJOR GOVERNMENTAL FUNDS
GENERAL FUND

SCHEDULE OF EXPENDITURES – BUDGET AND ACTUAL

For the Year Ended December 31, 2005

	<u>Original Budget</u>	<u>Final Amended Budget</u>	<u>Actual</u>	<u>Variance</u>
<u>RESOURCE MANAGEMENT AND DEVELOPMENT – Continued</u>				
Courthouse, Annex, Jail				
Personnel Services	376,986	392,986	389,707	\$ 3,279
Supplies	23,250	20,205	17,518	2,687
Other Services and Charges	254,600	257,420	239,966	17,454
Capital Outlay	11,000	11,225	9,519	1,706
Total Courthouse, Annex, Jail	<u>665,836</u>	<u>681,836</u>	<u>656,710</u>	<u>25,126</u>
Internal Services Support				
Personnel Services	36,802	38,802	37,219	1,583
Supplies	700	700	394	306
Other Services and Charges	20,189	20,189	18,963	1,226
Capital Outlay	–	–	–	–
Total Internal Serv. Support	<u>57,691</u>	<u>59,691</u>	<u>56,576</u>	<u>3,115</u>
Total Resource Mgmt and Development Department	<u>1,637,338</u>	<u>1,793,167</u>	<u>1,716,834</u>	<u>76,333</u>
TOTAL RESOURCE MANAGEMENT AND DEVELOPMENT	<u>1,751,192</u>	<u>1,913,496</u>	<u>1,826,510</u>	<u>86,986</u>
OTHER EXPENDITURES:				
Employee Benefits	1,136,300	1,090,775	1,089,895	880
Statutory Programs	113,868	113,868	105,034	8,834
Special Appropriations	1,512,094	1,774,259	1,772,027	2,232
Miscellaneous	242,502	263,965	96,927	167,038
TOTAL OTHER EXPENDITURES	<u>3,004,764</u>	<u>3,242,867</u>	<u>3,063,883</u>	<u>178,984</u>
TOTAL EXPENDITURES	<u>\$ 15,387,866</u>	<u>\$ 16,555,793</u>	<u>\$ 15,821,024</u>	<u>\$ 734,769</u>

COUNTY OF MARQUETTE, MICHIGAN
MAJOR GOVERNMENTAL FUNDS
GENERAL FUND

SCHEDULE OF OPERATING TRANSFERS OUT – BUDGET AND ACTUAL

For the Year Ended December 31, 2005

OPERATING UNIT/FUND	Original Budget	Final Amended Budget	Actual	Variance
COURT APPROPRIATIONS				
Friend of the Court Fund				
Friend of the Court	\$ 225,247	\$ 295,858	\$ 295,858	\$ -
Family Support	64,228	64,228	64,228	-
Law Library Fund	38,250	41,550	39,750	1,800
Probate Child Care Fund	1,060,970	1,010,970	910,485	100,485
TOTAL COURT APPROPRIATIONS	<u>1,388,695</u>	<u>1,412,606</u>	<u>1,310,321</u>	<u>102,285</u>
HUMAN SERVICE APPROPRIATIONS				
County Health Department Fund	213,056	213,056	213,056	-
Soldier & Sailor Relief Fund	7,500	7,500	7,500	-
TOTAL HUMAN SERVICE APPROPRIATIONS	<u>220,556</u>	<u>220,556</u>	<u>220,556</u>	<u>-</u>
OTHER APPROPRIATIONS				
Public Improvement Fund	131,000	131,000	131,000	-
TOTAL OTHER APPROPRIATIONS	<u>131,000</u>	<u>131,000</u>	<u>131,000</u>	<u>-</u>
TOTAL TRANSFERS OUT \$	<u><u>1,740,251</u></u>	<u><u>1,764,162</u></u>	<u><u>\$ 1,661,877</u></u>	<u><u>\$ 102,285</u></u>

COUNTY OF MARQUETTE, MICHIGAN

NONMAJOR GOVERNMENTAL FUNDS

COMBINING BALANCE SHEET

December 31, 2005

	Special Revenue Funds	Capital Projects Funds	Total
ASSETS			
Cash and investments	\$ 4,065,489	\$ -	\$ 4,065,489
Receivables	3,553,811	-	3,553,811
Due from State	389,069	-	389,069
Due from others	-	-	-
Due from other funds	-	-	-
Other assets	748,799	-	748,799
TOTAL ASSETS	\$ 8,757,168	\$ -	\$ 8,757,168
LIABILITIES AND FUND BALANCE			
LIABILITIES:			
Cash overdraft	\$ 589,443	\$ -	\$ 589,443
Accounts payable	1,568,177	-	1,568,177
Due to others	-	-	-
Due to State	24,127	-	24,127
Due to other funds	7,449	-	7,449
Accrued payroll and related	49,318	-	49,318
Accrued sick and vacation	11,591	-	11,591
Deferred revenue	2,295,708	-	2,295,708
TOTAL LIABILITIES	4,545,813	-	4,545,813
FUND BALANCE:			
Reserved for:			
Capital Outlay	443,278	-	443,278
Debt service	-	-	-
Other	42,188	-	42,188
Unreserved, reported in:			
Special revenue funds	3,725,889	-	3,725,889
Capital projects funds	-	-	-
TOTAL FUND BALANCE	4,211,355	-	4,211,355
TOTAL LIABILITIES AND FUND BALANCE	\$ 8,757,168	\$ -	\$ 8,757,168

COUNTY OF MARQUETTE, MICHIGAN

NONMAJOR GOVERNMENTAL FUNDS

COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE

For the Fiscal Year Ended December 31, 2005

	Special Revenue Funds	Capital Projects Funds	Total
REVENUES:			
Taxes & penalties	\$ 2,182,734	\$ -	\$ 2,182,734
Federal sources	1,526,086		1,526,086
State sources	1,723,007	-	1,723,007
Charges for services	190,216	-	190,216
Fines and forfeits	-	-	-
Interest	166,167	-	166,167
Other	158,998	-	158,998
TOTAL REVENUES	<u>5,947,208</u>	<u>-</u>	<u>5,947,208</u>
EXPENDITURES:			
Current operations:			
Legislative	\$ -	\$ -	-
Courts	2,725,278	-	2,725,278
Management	7,539	-	7,539
Public Records	316,817	-	316,817
Law Enforcement	1,513,255	-	1,513,255
Human Services	1,659,823	-	1,659,823
Resource Mgmt/Development	911,216	-	911,216
Other	-	5,349	5,349
TOTAL EXPENDITURES	<u>7,133,928</u>	<u>5,349</u>	<u>7,139,277</u>
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	<u>(1,186,720)</u>	<u>(5,349)</u>	<u>(1,192,069)</u>
OTHER FINANCING SOURCES(USES):			
Operating transfer in	1,448,821	-	1,448,821
Operating transfer (out)	(343,899)	(79,829)	(423,728)
TOTAL OTHER FINANCING SOURCES(USES)	<u>1,104,922</u>	<u>(79,829)</u>	<u>1,025,093</u>
CHANGE IN FUND BALANCE	<u>(81,798)</u>	<u>(85,178)</u>	<u>(166,976)</u>
Fund balance, beginning of year	<u>4,293,153</u>	<u>85,178</u>	<u>4,378,331</u>
FUND BALANCE, END OF YEAR	\$ <u>4,211,355</u>	\$ <u>-</u>	\$ <u>4,211,355</u>

COUNTY OF MARQUETTE, MICHIGAN
NONMAJOR SPECIAL REVENUE FUNDS
COMBINING BALANCE SHEET

December 31, 2005

ASSETS	Prosecutor's Forfeiture Account Fund	Domestic Violence Fund	Maintenance of Effort Fund	Public Improvement Fund	Land Acquisition Fund	Victim Restitution Fund	Friend of the Court Fund	County Remun- eration Fund	Sawyer Maintenance Fund	Sawyer Development Fund	Sawyer Intermediary Refunding Fund
Cash and investments	\$ 17,664	\$ 1,105	\$ 1,337,005	\$ 445,753	\$ 356,281	\$ 22,439	\$ 500	\$ 5,305	\$ -	\$ -	\$ 375,268
Receivables	-	-	765,075	-	-	-	-	99,540	949,492	-	-
Due from State	-	-	-	-	-	-	220,407	-	-	-	-
Due from other funds	-	-	-	-	-	-	-	-	-	-	-
Loans receivable	-	-	-	-	-	-	-	-	-	-	748,799
TOTAL ASSETS	\$ 17,664	\$ 1,105	\$ 2,102,080	\$ 445,753	\$ 356,281	\$ 22,439	\$ 220,907	\$ 104,845	\$ 949,492	\$ -	\$ 1,124,067
LIABILITIES AND FUND BALANCE											
LIABILITIES:											
Cash overdraft	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 169,333	\$ -	\$ 337,919	\$ -	\$ -
Accounts payable	1,614	-	69,664	-	-	-	1,088	31,665	570,810	-	790,477
Due to State	-	-	24,127	-	-	-	-	-	-	-	-
Due to other funds	-	-	-	-	-	-	-	-	-	-	-
Accrued payroll and related	-	-	-	-	-	-	-	-	-	-	-
Accrued sick and vacation	-	-	-	-	-	-	4,524	-	-	-	-
Deferred revenue	-	-	793,146	-	-	-	-	-	-	-	-
TOTAL LIABILITIES	\$ 1,614	\$ -	\$ 886,937	\$ -	\$ -	\$ -	\$ 174,945	\$ 31,665	\$ 908,729	\$ -	\$ 790,477
FUND BALANCE											
Reserved for:	-	-	-	443,278	-	-	-	-	-	-	-
Capital Outlay	-	-	-	-	-	6,648	-	-	-	-	-
Other	-	-	-	-	-	15,791	-	-	-	-	-
Unreserved	16,050	1,105	1,215,143	2,475	356,281	22,439	45,962	73,180	40,763	-	333,590
TOTAL FUND BALANCE	\$ 16,050	\$ 1,105	\$ 1,215,143	\$ 445,753	\$ 356,281	\$ 22,439	\$ 45,962	\$ 73,180	\$ 40,763	\$ -	\$ 333,590
TOTAL LIABILITIES AND FUND BALANCE	\$ 17,664	\$ 1,105	\$ 2,102,080	\$ 445,753	\$ 356,281	\$ 22,439	\$ 220,907	\$ 104,845	\$ 949,492	\$ -	\$ 1,124,067

continued....

COUNTY OF MARQUETTE, MICHIGAN

NONMAJOR SPECIAL REVENUE FUNDS

COMBINING BALANCE SHEET

December 31, 2005

ASSETS	Rescue Safety Fund	Law Library Fund	P.A. 511 Fund	Child Care SODA Grant Fund	Building Authority Fund	Sheriff MCTV Grant Fund	Central Dispatch Fund	Department of Human Services Child Care Fund	Department of Human Services Fund	Probate Child Care Fund
Cash and investments	\$ 83,992	\$ 8,339	\$ -	\$ 2,751	\$ 343,410	\$ -	\$ 640,921	\$ -	\$ -	\$ -
Receivables	154,124	-	-	-	-	77,713	792,747	-	-	56,035
Due from State	-	-	12,981	-	-	-	-	-	-	155,681
Due from other funds	-	-	-	-	-	-	-	-	-	-
Loans receivable	-	-	-	-	-	-	-	-	-	-
TOTAL ASSETS	\$ 238,116	\$ 8,339	\$ 12,981	\$ 2,751	\$ 343,410	\$ 77,713	\$ 1,433,668	\$ -	\$ -	\$ 211,716

LIABILITIES AND FUND BALANCE

LIABILITIES:										
Cash overdraft	\$ -	\$ -	\$ 11,651	\$ -	\$ -	\$ 58,286	\$ -	\$ -	\$ -	\$ 12,254
Accounts Payable	826	964	1,330	-	-	1,057	7,538	-	-	1,295
Due to State	-	-	-	-	-	-	-	-	-	-
Due to other funds	-	-	-	-	-	7,449	-	-	-	-
Accrued payroll and related	5,566	-	-	-	-	-	31,486	-	-	-
Accrued sick and vacation	-	-	-	-	-	872	650	-	-	4,530
Deferred revenue	159,839	-	-	-	-	-	706,601	-	-	-
TOTAL LIABILITIES	166,231	964	12,981	-	-	67,664	746,275	-	-	18,079

FUND BALANCE

Reserved for:										
Capital Outlay	-	-	-	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	2,562	-	-	193,637
Unreserved	71,885	7,375	-	2,751	343,410	10,049	684,831	-	-	-
TOTAL FUND BALANCE	71,885	7,375	-	2,751	343,410	10,049	687,393	-	-	193,637
TOTAL LIABILITIES AND FUND BALANCE	\$ 238,116	\$ 8,339	\$ 12,981	\$ 2,751	\$ 343,410	\$ 77,713	\$ 1,433,668	\$ -	\$ -	\$ 211,716

continued

COUNTY OF MARQUETTE, MICHIGAN

NONMAJOR SPECIAL REVENUE FUNDS

COMBINING BALANCE SHEET

December 31, 2005

ASSETS	Soldiers & Sailors Relief Fund	Veterans Trust Fund	Commission on Aging Fund	Budget Stabilization Fund	Homestead Property Administration Fund	Department of Human Services Baraga Account Fund	Register of Deeds Automation Fund	Total
Cash and investments	\$ 6,601	\$ 533	\$ 141,307	\$ 171,110	\$ 11,436	\$ -	\$ 93,769	\$ 4,065,489
Receivables	-	-	659,085	-	-	-	-	3,553,811
Due from State	-	-	-	-	-	-	-	389,069
Due from other funds	-	-	-	-	-	-	-	-
Loans receivable	-	-	-	-	-	-	-	748,799
TOTAL ASSETS	\$ 6,601	\$ 533	\$ 800,392	\$ 171,110	\$ 11,436	\$ -	\$ 93,769	\$ 8,757,168

LIABILITIES AND FUND BALANCE

LIABILITIES:								
Cash overdraft	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 589,443
Accounts payable	-	490	89,355	-	4	-	-	1,568,177
Due to State	-	-	-	-	-	-	-	24,127
Due to other funds	-	-	-	-	-	-	-	7,449
Accrued payroll and related	-	-	11,600	-	-	-	666	49,318
Accrued sick and vacation	-	-	1,015	-	-	-	-	11,591
Deferred revenue	-	-	636,122	-	-	-	-	2,295,708
TOTAL LIABILITIES	-	490	738,092	-	4	-	666	4,545,813

FUND BALANCE

Reserved for:								
Capital Outlay	-	-	-	-	-	-	-	443,278
Other	-	-	32,978	-	-	-	-	42,188
Unreserved	6,601	43	29,322	171,110	11,432	-	93,103	3,725,889
TOTAL FUND BALANCE	6,601	43	62,300	171,110	11,432	-	93,103	4,211,355
TOTAL LIABILITIES AND FUND BALANCE	\$ 6,601	\$ 533	\$ 800,392	\$ 171,110	\$ 11,436	\$ -	\$ 93,769	\$ 8,757,168

COUNTY OF MARQUETTE, MICHIGAN
NONMAJOR SPECIAL REVENUE FUNDS

COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE

For the Fiscal Year Ended December 31, 2005

	Prosecutor's Forfeiture Account Fund	Domestic Violence Fund	Maintenance of Effort Fund	Public Improvement Fund	Land Acquisition Fund	Victim Restitution Fund	Friend of the Court Fund	County Remunera- tion Fund	Sawyer Maintenance Fund	Sawyer Development Fund	Sawyer Intermediary Relending Fund
REVENUES:											
Taxes and Penalties	\$ -	\$ -	\$ 747,170	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Federal sources	-	-	-	-	-	-	601,408	-	765,381	-	-
State sources	-	-	-	-	-	-	31,079	258,396	-	-	-
Charges for services	-	-	-	-	-	-	55,232	-	-	-	-
Fines and forfeits	-	-	-	-	-	-	-	-	-	-	-
Interest	-	-	40,510	12,645	9,357	-	-	-	1,996	2,722	46,375
Other	2,912	-	-	10,000	5,300	5,299	-	-	-	-	-
	<u>2,912</u>	<u>-</u>	<u>787,680</u>	<u>22,645</u>	<u>14,657</u>	<u>5,299</u>	<u>687,719</u>	<u>258,396</u>	<u>767,377</u>	<u>2,722</u>	<u>46,375</u>
TOTAL REVENUES	\$ 2,912	\$ -	\$ 787,680	\$ 22,645	\$ 14,657	\$ 5,299	\$ 687,719	\$ 258,396	\$ 767,377	\$ 2,722	\$ 46,375
EXPENDITURES:											
Current operations:											
Legislative	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Courts	1,663	-	-	-	-	9,267	1,001,844	-	-	-	-
Management	-	-	-	7,539	-	-	-	-	-	-	-
Public Records	-	-	-	35,448	-	-	-	267,470	-	-	-
Law Enforcement	-	-	-	76,070	-	-	-	-	-	-	-
Human Services	-	-	359,631	140,977	-	-	-	-	740,085	4,161	139,218
Resource Management/Development	-	-	-	26,809	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-	-	-	-	-
	<u>1,663</u>	<u>-</u>	<u>359,631</u>	<u>286,843</u>	<u>-</u>	<u>9,267</u>	<u>1,001,844</u>	<u>267,470</u>	<u>740,085</u>	<u>4,161</u>	<u>139,218</u>
TOTAL EXPENDITURES	\$ 1,663	\$ -	\$ 359,631	\$ 286,843	\$ -	\$ 9,267	\$ 1,001,844	\$ 267,470	\$ 740,085	\$ 4,161	\$ 139,218
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	1,249	-	428,049	(264,198)	14,657	(3,968)	(314,125)	(9,074)	27,292	(1,439)	(92,843)
OTHER FINANCING SOURCES(USES):											
Transfers in	-	-	-	131,000	-	-	360,086	-	-	-	-
Transfers (out)	-	-	(300,000)	-	-	-	-	-	-	(33,899)	-
	<u>-</u>	<u>-</u>	<u>(300,000)</u>	<u>131,000</u>	<u>-</u>	<u>-</u>	<u>360,086</u>	<u>-</u>	<u>-</u>	<u>(33,899)</u>	<u>-</u>
TOTAL OTHER FINANCING SOURCES(USES)	-	-	(300,000)	131,000	-	-	360,086	-	-	(33,899)	-
CHANGES IN FUND BALANCE	1,249	-	128,049	(133,198)	14,657	(3,968)	45,961	(9,074)	27,292	(35,338)	(92,843)
Fund balance, beginning of year	14,801	1,105	1,087,094	578,951	341,624	26,407	1	82,254	13,471	35,338	426,433
FUND BALANCE, END OF YEAR	\$ 16,050	\$ 1,105	\$ 1,215,143	\$ 445,753	\$ 356,281	\$ 22,439	\$ 45,962	\$ 73,180	\$ 40,763	\$ -	\$ 333,590

continued....

COUNTY OF MARQUETTE, MICHIGAN
NONMAJOR SPECIAL REVENUE FUNDS

COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
For the Fiscal Year Ended December 31, 2005

REVENUES:	Rescue Safety Fund	Law Library Fund	P.A. 511 Fund	Child Care SODA Grant Fund	Building Authority Fund	Sheriff MCTV Grant Fund	Central Dispatch Fund	Department of Human Services Child Care Fund	Department of Human Services Fund	Probate Child Care Fund
Taxes and Penalties	\$ 152,735	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 675,138	\$ -	\$ -	\$ -
Federal sources	-	-	-	-	-	-	81,305	-	-	-
State sources	65,799	-	67,142	-	-	85,535	144,282	8,533	16,641	800,292
Charges for services	-	6,500	-	-	-	-	-	-	-	44,779
Fines and forfeits	-	-	-	-	-	-	-	-	-	-
Interest	3,828	-	-	-	9,174	-	25,461	-	-	-
Other	168	-	10,304	-	-	71,781	-	-	-	-
	222,530	6,500	77,446	-	9,174	157,316	926,186	8,533	16,641	845,071
TOTAL REVENUES	\$ 222,530	\$ 6,500	\$ 77,446	\$ -	\$ 9,174	\$ 157,316	\$ 926,186	\$ 8,533	\$ 16,641	\$ 845,071
EXPENDITURES:										
Current operations:										
Legislative	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Courts	-	44,686	-	-	-	-	-	-	-	1,667,818
Management	-	-	-	-	-	-	-	-	-	-
Public Records	-	-	-	-	-	-	-	-	-	-
Law Enforcement	238,465	-	77,446	-	-	155,491	965,783	-	-	-
Human Services	-	-	-	-	-	-	-	65,759	30,948	-
Resource Management/Development	-	-	-	-	943	-	-	-	-	-
Other	-	-	-	-	943	155,491	-	-	-	-
	238,465	44,686	77,446	-	943	155,491	965,783	65,759	30,948	1,667,818
TOTAL EXPENDITURES	238,465	44,686	77,446	-	943	155,491	965,783	65,759	30,948	1,667,818
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	(15,935)	(38,186)	-	-	8,231	1,825	(39,597)	(57,226)	(14,307)	(822,747)
OTHER FINANCING SOURCES(USES):										
Transfers in	-	39,750	-	-	-	-	-	-	-	910,485
Transfers (out)	-	-	-	-	-	-	(10,000)	-	-	-
	-	-	-	-	-	-	-	-	-	-
TOTAL OTHER FINANCING SOURCES(USES)	-	39,750	-	-	-	-	(10,000)	-	-	910,485
CHANGES IN FUND BALANCE	(15,935)	1,564	-	-	8,231	1,825	(49,597)	(57,226)	(14,307)	87,738
Fund balance, beginning of year	87,820	5,811	-	2,751	335,179	8,224	736,990	57,226	14,307	105,899
FUND BALANCE, END OF YEAR	\$ 71,885	\$ 7,375	\$ -	\$ 2,751	\$ 343,410	\$ 10,049	\$ 687,393	\$ -	\$ -	\$ 193,637

continued.....

COUNTY OF MARQUETTE, MICHIGAN
NONMAJOR SPECIAL REVENUE FUNDS

COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE

For the Fiscal Year Ended December 31, 2005

	Soldiers & Sailors Relief Fund	Veterans Trust Fund	Commission on Aging Fund	Budget Stabilization Fund	Homestead Property Administration Fund	Department of Human Services Baraga Account Fund	Register of Deeds Automation Fund	Total
REVENUES:								
Taxes and Penalties	\$ -	\$ -	\$ 607,691	\$ -	\$ -	\$ -	\$ -	\$ 2,182,734
Federal sources	-	-	77,992	-	-	-	-	1,526,086
State sources	-	14,434	230,874	-	-	-	-	1,723,007
Charges for services	-	-	-	-	-	-	83,705	190,216
Fines and forfeits	-	-	-	-	-	-	-	-
Interest	-	-	9,023	-	4,464	-	612	166,167
Other	-	-	52,642	-	592	-	-	158,998
TOTAL REVENUES	\$ -	\$ 14,434	\$ 978,222	\$ -	\$ 5,056	\$ -	\$ 84,317	\$ 5,947,208
EXPENDITURES:								
Current operations:								
Legislative	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 2,725,278
Courts	-	-	-	-	-	-	-	7,539
Management	-	-	-	-	-	-	-	316,817
Public Records	-	-	-	-	2,068	-	11,831	1,513,255
Law Enforcement	-	-	-	-	-	-	-	1,659,823
Human Services	4,173	14,711	1,041,002	-	-	2,622	-	911,216
Resource Management/Development	-	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-	-
TOTAL EXPENDITURES	\$ 4,173	\$ 14,711	\$ 1,041,002	\$ -	\$ 2,068	\$ 2,622	\$ 11,831	\$ 7,133,928
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	\$ (4,173)	\$ (277)	\$ (62,780)	\$ -	\$ 2,988	\$ (2,622)	\$ 72,486	\$ (1,186,720)
OTHER FINANCING SOURCES(USES):								
Transfers in	7,500	-	-	-	-	-	-	1,448,821
Transfers (out)	-	-	-	-	-	-	-	(343,899)
TOTAL OTHER FINANCING SOURCES(USES)	\$ 7,500	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 1,104,922
CHANGES IN FUND BALANCE	\$ 3,327	\$ (277)	\$ (62,780)	\$ -	\$ 2,988	\$ (2,622)	\$ 72,486	\$ (81,798)
Fund balance, beginning of year	3,274	320	125,080	171,110	8,444	2,622	20,617	4,293,153
FUND BALANCE, END OF YEAR	\$ 6,601	\$ 43	\$ 62,300	\$ 171,110	\$ 11,432	\$ -	\$ 93,103	\$ 4,211,355

COUNTY OF MARQUETTE, MICHIGAN
PROSECUTOR'S FORFEITURE ACCOUNT FUND

BALANCE SHEET

December 31, 2005

ASSETS

Cash and investments	\$ 17,664
Receivables	-
Due from State	-
Due from other funds	-
	<hr/>

TOTAL ASSETS	\$ <u>17,664</u>
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LIABILITIES AND FUND BALANCE

LIABILITIES:

Cash Overdraft	\$ -
Accounts payable	1,614
Accrued payroll and related	-
Accrued sick & vacation leave	-
Deferred revenue	-
	<hr/>

TOTAL LIABILITIES	<u>1,614</u>
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FUND BALANCE:

Unreserved	<u>16,050</u>
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TOTAL FUND BALANCE	<u>16,050</u>
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TOTAL LIABILITIES AND FUND BALANCE	\$ <u>17,664</u>
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COUNTY OF MARQUETTE, MICHIGAN

PROSECUTOR'S FORFEITURE ACCOUNT FUND

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL

For the Fiscal Year Ended December 31, 2005

		2005		
		Final Amended Budget	Actual	Variance
REVENUES:				
Other		-	2,912	2,912
TOTAL REVENUES	\$	-	\$ 2,912	\$ 2,912
EXPENDITURES:				
Courts:				
Other services and charges		-	1,663	(1,663)
TOTAL EXPENDITURES		-	1,663	(1,663)
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES		-	1,249	1,249
OTHER FINANCING SOURCES(USES):				
Transfers in		-	-	-
Transfers (out)		-	-	-
TOTAL OTHER FINANCING SOURCES(USES)		-	-	-
CHANGES IN FUND BALANCE		-	1,249	1,249
Fund balance, beginning of year		14,801	14,801	-
FUND BALANCE, END OF YEAR	\$	14,801	\$ 16,050	\$ 1,249

COUNTY OF MARQUETTE, MICHIGAN

DOMESTIC VIOLENCE FUND

BALANCE SHEET

December 31, 2005

ASSETS

Cash and investments	\$	1,105
Receivables		-
Due from State		-
Due from other funds		-

TOTAL ASSETS	\$	<u>1,105</u>
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LIABILITIES AND FUND BALANCE

LIABILITIES:

Cash Overdraft	\$	-
Accounts payable		-
Accrued payroll and related		-
Accrued sick & vacation leave		-
Deferred revenue		-

TOTAL LIABILITIES		<u>-</u>
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FUND BALANCE:

Unreserved		<u>1,105</u>
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TOTAL FUND BALANCE		<u>1,105</u>
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TOTAL LIABILITIES AND FUND BALANCE	\$	<u>1,105</u>
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COUNTY OF MARQUETTE, MICHIGAN

DOMESTIC VIOLENCE GRANT FUND

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL

For the Fiscal Year Ended December 31, 2005

		2005		
		Final Amended Budget	Actual	Variance
REVENUES:				
Other		-	-	-
TOTAL REVENUES	\$	-	\$ -	\$ -
EXPENDITURES:				
Law Enforcement:				
Other services and charges		-	-	-
TOTAL EXPENDITURES		-	-	-
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES		-	-	-
OTHER FINANCING SOURCES(USES):				
Transfers in		-	-	-
Transfers (out)		-	-	-
TOTAL OTHER FINANCING SOURCES(USES)		-	-	-
CHANGES IN FUND BALANCE		-	-	-
Fund balance, beginning of year		1,105	1,105	-
FUND BALANCE, END OF YEAR	\$	1,105	\$ 1,105	\$ -

COUNTY OF MARQUETTE, MICHIGAN

MAINTENANCE OF EFFORT FUND

BALANCE SHEET

December 31, 2005

ASSETS

Cash and investments	\$	1,337,005
Receivables		765,075
Due from State		-
Due from other funds		-

TOTAL ASSETS \$ 2,102,080

LIABILITIES AND FUND BALANCE

LIABILITIES:

Cash Overdraft	\$	-
Accounts payable		69,664
Due to State		24,127
Accrued payroll and related		-
Accrued sick & vacation leave		-
Deferred revenue		793,146

TOTAL LIABILITIES 886,937

FUND BALANCE:

Unreserved		<u>1,215,143</u>
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TOTAL FUND BALANCE 1,215,143

TOTAL LIABILITIES AND FUND BALANCE \$ 2,102,080

COUNTY OF MARQUETTE, MICHIGAN

MAINTENANCE OF EFFORT FUND

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL

For the Fiscal Year Ended December 31, 2005

		2005		
		Final Amended Budget	Actual	Variance
REVENUES:				
Taxes and Penalties		670,000	747,170	77,170
Interest Earned		-	40,510	40,510
TOTAL REVENUES	\$	<u>670,000</u>	<u>\$ 787,680</u>	<u>\$ 117,680</u>
EXPENDITURES:				
Human Services:				
Other services and charges		480,000	359,631	120,369
TOTAL EXPENDITURES		<u>480,000</u>	<u>359,631</u>	<u>120,369</u>
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES		<u>190,000</u>	<u>428,049</u>	<u>238,049</u>
OTHER FINANCING SOURCES(USES):				
Transfers in		-	-	-
Transfers (out)		<u>(300,000)</u>	<u>(300,000)</u>	<u>-</u>
TOTAL OTHER FINANCING SOURCES(USES)		<u>(300,000)</u>	<u>(300,000)</u>	<u>-</u>
CHANGES IN FUND BALANCE		<u>(110,000)</u>	<u>128,049</u>	<u>238,049</u>
Fund balance, beginning of year		<u>1,087,094</u>	<u>1,087,094</u>	<u>-</u>
FUND BALANCE, END OF YEAR	\$	<u><u>977,094</u></u>	<u><u>\$ 1,215,143</u></u>	<u><u>\$ 238,049</u></u>

COUNTY OF MARQUETTE, MICHIGAN

PUBLIC IMPROVEMENT FUND

BALANCE SHEET

December 31, 2005

ASSETS

Cash and investments	\$	445,753
Receivables		-
Due from State		-
Due from other funds		-

TOTAL ASSETS	\$	<u>445,753</u>
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LIABILITIES AND FUND BALANCE

LIABILITIES:

Cash Overdraft	\$	-
Accounts payable		-
Due to State		-
Accrued payroll and related		-
Accrued sick & vacation leave		-
Deferred revenue		-

TOTAL LIABILITIES		<u>-</u>
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FUND BALANCE:

Reserved for:		
Capital Outlay		443,278
Other		-
Unreserved		<u>2,475</u>

TOTAL FUND BALANCE		<u>445,753</u>
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TOTAL LIABILITIES AND FUND BALANCE	\$	<u>445,753</u>
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COUNTY OF MARQUETTE, MICHIGAN

PUBLIC IMPROVEMENT FUND

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE – BUDGET AND ACTUAL

For the Fiscal Year Ended December 31, 2005

	2005		
	Final Amended Budget	Actual	Variance
REVENUES:			
Interest Earned	-	12,645	12,645
Other	12,000	10,000	(2,000)
TOTAL REVENUES	\$ 12,000	\$ 22,645	\$ 10,645
EXPENDITURES:			
Management – Capital Outlay	21,012	7,539	13,473
Public Records – Capital Outlay	45,629	35,448	10,181
Law Enforcement – Capital Outlay	89,488	76,070	13,418
Resource mgmt/Dev – Capital Outlay	410,241	140,977	269,264
Other – Capital Outlay	112,640	26,809	85,831
TOTAL EXPENDITURES	679,010	286,843	392,167
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	(667,010)	(264,198)	402,812
OTHER FINANCING SOURCES(USES):			
Transfers in	131,000	131,000	-
Transfers (out)	-	-	-
TOTAL OTHER FINANCING SOURCES(USES)	131,000	131,000	-
CHANGES IN FUND BALANCE	(536,010)	(133,198)	402,812
Fund balance, beginning of year	578,951	578,951	-
FUND BALANCE, END OF YEAR	\$ 42,941	\$ 445,753	\$ 402,812

COUNTY OF MARQUETTE, MICHIGAN

LAND ACQUISITION FUND

BALANCE SHEET

December 31, 2005

ASSETS

Cash and investments	\$	356,281
Receivables		-
Due from State		-
Due from other funds		-

TOTAL ASSETS	\$	<u>356,281</u>
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LIABILITIES AND FUND BALANCE

LIABILITIES:

Cash Overdraft	\$	-
Accounts payable		-
Due to State		-
Accrued payroll and related		-
Accrued sick & vacation leave		-
Deferred revenue		-

TOTAL LIABILITIES		<u>-</u>
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FUND BALANCE:

Reserved for:		
Capital Outlay		-
Other		-
Unreserved		<u>356,281</u>

TOTAL FUND BALANCE		<u>356,281</u>
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TOTAL LIABILITIES AND FUND BALANCE	\$	<u>356,281</u>
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COUNTY OF MARQUETTE, MICHIGAN

LAND ACQUISITION FUND

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL

For the Fiscal Year Ended December 31, 2005

		2005		
		Final Amended Budget	Actual	Variance
REVENUES:				
Interest Earned		1,000	9,357	8,357
Other		5,300	5,300	-
TOTAL REVENUES	\$	<u>6,300</u>	\$ <u>14,657</u>	\$ <u>8,357</u>
EXPENDITURES:				
Community Development:				
Other services and charges		6,300	-	6,300
TOTAL EXPENDITURES		<u>6,300</u>	<u>-</u>	<u>6,300</u>
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES		<u>-</u>	<u>14,657</u>	<u>14,657</u>
OTHER FINANCING SOURCES(USES):				
Transfers in		-	-	-
Transfers (out)		<u>-</u>	<u>-</u>	<u>-</u>
TOTAL OTHER FINANCING SOURCES(USES)		<u>-</u>	<u>-</u>	<u>-</u>
CHANGES IN FUND BALANCE		<u>-</u>	<u>14,657</u>	<u>14,657</u>
Fund balance, beginning of year		<u>341,624</u>	<u>341,624</u>	<u>-</u>
FUND BALANCE, END OF YEAR	\$	<u><u>341,624</u></u>	\$ <u><u>356,281</u></u>	\$ <u><u>14,657</u></u>

COUNTY OF MARQUETTE, MICHIGAN

VICTIM RESTITUTION FUND

BALANCE SHEET

December 31, 2005

ASSETS

Cash and investments	\$	22,439
Receivables		-
Due from State		-
Due from other funds		-

TOTAL ASSETS \$ 22,439

LIABILITIES AND FUND BALANCE

LIABILITIES:

Cash Overdraft	\$	-
Accounts payable		-
Due to State		-
Accrued payroll and related		-
Accrued sick & vacation leave		-
Deferred revenue		-

TOTAL LIABILITIES -

FUND BALANCE:

Reserved for:		
Capital Outlay		-
Other		6,648
Unreserved		<u>15,791</u>

TOTAL FUND BALANCE 22,439

TOTAL LIABILITIES AND FUND BALANCE \$ 22,439

COUNTY OF MARQUETTE, MICHIGAN

VICTIM RESTITUTION FUND

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL

For the Fiscal Year Ended December 31, 2005

		2005		
		Final Amended Budget	Actual	Variance
REVENUES:				
Interest Earned		-	-	-
Other		12,000	5,299	(6,701)
TOTAL REVENUES	\$	12,000	\$ 5,299	\$ (6,701)
EXPENDITURES:				
Courts:				
Other services and charges		12,000	9,267	2,733
TOTAL EXPENDITURES		12,000	9,267	2,733
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES		-	(3,968)	(3,968)
OTHER FINANCING SOURCES(USES):				
Transfers in		-	-	-
Transfers (out)		-	-	-
TOTAL OTHER FINANCING SOURCES(USES)		-	-	-
CHANGES IN FUND BALANCE		-	(3,968)	(3,968)
Fund balance, beginning of year		26,407	26,407	-
FUND BALANCE, END OF YEAR	\$	26,407	\$ 22,439	\$ (3,968)

COUNTY OF MARQUETTE, MICHIGAN

FRIEND OF THE COURT FUND

BALANCE SHEET

December 31, 2005

ASSETS:

Cash and investments	\$	500
Receivables		-
Due from State		220,407
Due from other funds		-

TOTAL ASSETS	\$	<u>220,907</u>
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LIABILITIES AND FUND BALANCE

LIABILITIES:

Cash Overdraft	\$	169,333
Accounts payable		1,088
Accrued payroll and related		-
Accrued sick & vacation leave		4,524
Deferred revenue		-

TOTAL LIABILITIES		<u>174,945</u>
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FUND BALANCE:

Unrestricted		<u>45,962</u>
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TOTAL FUND BALANCE		<u>45,962</u>
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TOTAL LIABILITIES AND FUND BALANCE	\$	<u>220,907</u>
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COUNTY OF MARQUETTE, MICHIGAN

FRIEND OF THE COURT FUND

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL

For the Fiscal Year Ended December 31, 2005

		2005		
		Final Amended Budget	Actual	Variance
REVENUES:				
Federal sources		595,701	601,408	5,707
State sources		34,000	31,079	(2,921)
Charges for services		54,040	55,232	1,192
TOTAL REVENUES	\$	683,741	\$ 687,719	\$ 3,978
EXPENDITURES:				
Courts:				
Personnel services		838,183	803,624	34,559
Supplies		25,650	25,275	375
Other services and charges		179,994	172,945	7,049
Capital outlay		-	-	-
TOTAL EXPENDITURES		1,043,827	1,001,844	41,983
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES		(360,086)	(314,125)	45,961
OTHER FINANCING SOURCES(USES):				
Transfers in		360,086	360,086	-
Transfers (out)		-	-	-
TOTAL OTHER FINANCING SOURCES(USES)		360,086	360,086	-
CHANGES IN FUND BALANCE		-	45,961	45,961
Fund balance, beginning of year		1	1	-
FUND BALANCE, END OF YEAR	\$	1	\$ 45,962	\$ 45,961

COUNTY OF MARQUETTE, MICHIGAN

COUNTY REMONUMENTATION FUND

BALANCE SHEET

December 31, 2005

ASSETS

Cash and investments	\$	5,305
Receivables		99,540
Due from State		-
Due from other funds		-

TOTAL ASSETS

\$ 104,845

LIABILITIES AND FUND BALANCE

LIABILITIES:

Cash Overdraft	\$	-
Accounts payable		31,665
Due to State		-
Accrued payroll and related		-
Accrued sick & vacation leave		-
Deferred revenue		-

TOTAL LIABILITIES

31,665

FUND BALANCE:

Reserved for:		-
Capital Outlay		-
Other		-
Unreserved		73,180

TOTAL FUND BALANCE

73,180

TOTAL LIABILITIES AND FUND BALANCE

\$ 104,845

COUNTY OF MARQUETTE, MICHIGAN

COUNTY REMONUMENTATION FUND

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL

For the Fiscal Year Ended December 31, 2005

		2005		
		Final Amended Budget	Actual	Variance
REVENUES:				
State sources		294,138	258,396	(35,742)
Charges for services		-	-	-
Other		-	-	-
TOTAL REVENUES	\$	<u>294,138</u>	<u>\$ 258,396</u>	<u>\$ (35,742)</u>
EXPENDITURES:				
Public Records:				
Personnel services		5,134	2,113	3,021
Supplies		4,831	2,652	2,179
Other services and charges		292,473	262,705	29,768
Capital outlay		-	-	-
TOTAL EXPENDITURES		<u>302,438</u>	<u>267,470</u>	<u>34,968</u>
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES		<u>(8,300)</u>	<u>(9,074)</u>	<u>(774)</u>
OTHER FINANCING SOURCES(USES):				
Transfers in		-	-	-
Transfers (out)		-	-	-
TOTAL OTHER FINANCING SOURCES(USES)		<u>-</u>	<u>-</u>	<u>-</u>
CHANGES IN FUND BALANCE		<u>(8,300)</u>	<u>(9,074)</u>	<u>(774)</u>
Fund balance, beginning of year		<u>82,254</u>	<u>82,254</u>	<u>-</u>
FUND BALANCE, END OF YEAR	\$	<u><u>73,954</u></u>	<u><u>\$ 73,180</u></u>	<u><u>\$ (774)</u></u>

COUNTY OF MARQUETTE, MICHIGAN

SAWYER MAINTENANCE FUND

BALANCE SHEET

December 31, 2005

ASSETS

Cash and investments	\$	-
Receivables		949,492
Due from State		-
Due from other funds		-

TOTAL ASSETS	\$	<u>949,492</u>
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LIABILITIES AND FUND BALANCE

LIABILITIES:

Cash Overdraft	\$	337,919
Accounts payable		570,810
Due to State		-
Accrued payroll and related		-
Accrued sick & vacation leave		-
Deferred revenue		-

TOTAL LIABILITIES		<u>908,729</u>
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FUND BALANCE:

Reserved for:		
Capital Outlay		-
Other		-
Unreserved		<u>40,763</u>

TOTAL FUND BALANCE		<u>40,763</u>
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TOTAL LIABILITIES AND FUND BALANCE	\$	<u>949,492</u>
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COUNTY OF MARQUETTE, MICHIGAN

SAWYER MAINTENANCE FUND

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE – BUDGET AND ACTUAL

For the Fiscal Year Ended December 31, 2005

		2005		
		Final Amended Budget	Actual	Variance
REVENUES:				
Federal sources		880,550	765,381	(115,169)
Charges for services		-	-	-
Interest earned		-	1,996	1,996
Other		-	-	-
TOTAL REVENUES	\$	<u>880,550</u>	<u>\$ 767,377</u>	<u>\$ (113,173)</u>
EXPENDITURES:				
Community Development:				
Personnel services		11,100	6,826	4,274
Supplies		-	-	-
Other services and charges		869,450	733,259	136,191
Capital outlay		-	-	-
TOTAL EXPENDITURES		<u>880,550</u>	<u>740,085</u>	<u>140,465</u>
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES		<u>-</u>	<u>27,292</u>	<u>27,292</u>
OTHER FINANCING SOURCES(USES):				
Transfers in		-	-	-
Transfers (out)		-	-	-
TOTAL OTHER FINANCING SOURCES(USES)		<u>-</u>	<u>-</u>	<u>-</u>
CHANGES IN FUND BALANCE		<u>-</u>	<u>27,292</u>	<u>27,292</u>
Fund balance, beginning of year		<u>13,471</u>	<u>13,471</u>	<u>-</u>
FUND BALANCE, END OF YEAR	\$	<u><u>13,471</u></u>	<u><u>\$ 40,763</u></u>	<u><u>\$ 27,292</u></u>

COUNTY OF MARQUETTE, MICHIGAN

SAWYER DEVELOPMENT FUND

BALANCE SHEET

December 31, 2005

ASSETS

Cash and investments	\$	-
Receivables		-
Due from State		-
Due from other funds		-
		<hr/>

TOTAL ASSETS	\$	<hr/> <hr/>
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LIABILITIES AND FUND BALANCE

LIABILITIES:

Cash Overdraft	\$	-
Accounts payable		-
Due to State		-
Due to other funds		-
Accrued payroll and related		-
Accrued sick & vacation leave		-
Deferred revenue		-
		<hr/>

TOTAL LIABILITIES		<hr/>
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FUND BALANCE:

Reserved for:		
Capital Outlay		-
Other		-
Unreserved		-
		<hr/>

TOTAL FUND BALANCE		<hr/>
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TOTAL LIABILITIES AND FUND BALANCE	\$	<hr/> <hr/>
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COUNTY OF MARQUETTE, MICHIGAN

SAWYER DEVELOPMENT FUND

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE – BUDGET AND ACTUAL

For the Fiscal Year Ended December 31, 2005

		2005		
		Final Amended Budget	Actual	Variance
REVENUES:				
Federal Sources		-	-	-
Charges for services		-	-	-
Interest earned		-	2,722	2,722
Other		-	-	-
TOTAL REVENUES	\$	\$ -	\$ 2,722	\$ 2,722
EXPENDITURES:				
Community Development:				
Personnel services		-	-	-
Supplies		-	-	-
Other services and charges		-	4,161	(4,161)
Capital outlay		-	-	-
Interest on deposits		-	-	-
TOTAL EXPENDITURES		-	4,161	(4,161)
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES		-	(1,439)	(1,439)
OTHER FINANCING SOURCES(USES):				
Transfers in		-	-	-
Transfers (out)		-	(33,899)	(33,899)
TOTAL OTHER FINANCING SOURCES(USES)		-	(33,899)	(33,899)
CHANGES IN FUND BALANCE		-	(35,338)	(35,338)
Fund balance, beginning of year – as restated		35,338	35,338	-
FUND BALANCE, END OF YEAR	\$	\$ 35,338	\$ -	\$ (35,338)

COUNTY OF MARQUETTE, MICHIGAN
SAWYER INTERMEDIARY RELENDING FUND

BALANCE SHEET

December 31, 2005

ASSETS		
Cash and investments	\$	375,268
Receivables		-
Due from State		-
Due from other funds		-
Loans Receivable		<u>748,799</u>
TOTAL ASSETS	\$	<u>1,124,067</u>
LIABILITIES AND FUND BALANCE		
LIABILITIES:		
Cash Overdraft	\$	-
Account payable		790,477
Due to State		-
Due to other funds		-
Accrued payroll and related		-
Accrued sick & vacation leave		-
Deferred revenue		<u>-</u>
TOTAL LIABILITIES		<u>790,477</u>
FUND BALANCE:		
Reserved for:		
Capital Outlay		-
Other		-
Unreserved		<u>333,590</u>
TOTAL FUND BALANCE		<u>333,590</u>
TOTAL LIABILITIES AND FUND BALANCE	\$	<u>1,124,067</u>

COUNTY OF MARQUETTE, MICHIGAN

SAWYER INTERMEDIARY RELENDING FUND

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE – BUDGET AND ACTUAL

For the Fiscal Year Ended December 31, 2005

		2005		
		Final Amended Budget	Actual	Variance
REVENUES:				
Charges for services		-	-	-
Interest earned		50,000	46,375	(3,625)
Other		-	-	-
TOTAL REVENUES	\$	<u>50,000</u>	<u>\$ 46,375</u>	<u>\$ (3,625)</u>
EXPENDITURES:				
Community Development:				
Other services and charges		40,000	131,298	(91,298)
Interest paid		10,000	7,920	2,080
TOTAL EXPENDITURES		<u>50,000</u>	<u>139,218</u>	<u>(89,218)</u>
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES		<u>-</u>	<u>(92,843)</u>	<u>(92,843)</u>
OTHER FINANCING SOURCES(USES):				
Transfers in		-	-	-
Transfers (out)		-	-	-
TOTAL OTHER FINANCING SOURCES(USES)		<u>-</u>	<u>-</u>	<u>-</u>
CHANGES IN FUND BALANCE		<u>-</u>	<u>(92,843)</u>	<u>(92,843)</u>
Fund balance, beginning of year		<u>426,433</u>	<u>426,433</u>	<u>-</u>
FUND BALANCE, END OF YEAR	\$	<u>426,433</u>	<u>\$ 333,590</u>	<u>\$ (92,843)</u>

COUNTY OF MARQUETTE, MICHIGAN

RESCUE SAFETY FUND

BALANCE SHEET

December 31, 2005

ASSETS

Cash and investments	\$	83,992
Receivables		154,124
Due from State		-
Due from other funds		-
Loans Receivable		-

TOTAL ASSETS \$ 238,116

LIABILITIES AND FUND BALANCE

LIABILITIES:

Cash Overdraft	\$	-
Accounts payable		826
Due to State		-
Due to other funds		-
Accrued payroll and related		5,566
Accrued sick & vacation leave		-
Deferred revenue		159,839

TOTAL LIABILITIES 166,231

FUND BALANCE:

Reserved for:		
Capital Outlay		-
Other		-
Unreserved		71,885

TOTAL FUND BALANCE 71,885

TOTAL LIABILITIES AND FUND BALANCE \$ 238,116

COUNTY OF MARQUETTE, MICHIGAN

RESCUE SAFETY FUND

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE – BUDGET AND ACTUAL

For the Fiscal Year Ended December 31, 2005

		2005		
		Final Amended Budget	Actual	Variance
REVENUES:				
Taxes and Penalties		152,700	152,735	35
Federal sources		-	-	-
State sources		59,000	65,799	6,799
Interest earned		700	3,828	3,128
Other		1,080	168	(912)
TOTAL REVENUES	\$	<u>213,480</u>	<u>\$ 222,530</u>	<u>\$ 9,050</u>
EXPENDITURES:				
Law Enforcement:				
Personnel services		162,905	156,163	6,742
Supplies		20,900	16,951	3,949
Other services and charges		28,560	21,140	7,420
Capital Outlay		49,200	44,211	4,989
TOTAL EXPENDITURES		<u>261,565</u>	<u>238,465</u>	<u>23,100</u>
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES		<u>(48,085)</u>	<u>(15,935)</u>	<u>32,150</u>
OTHER FINANCING SOURCES(USES):				
Transfers in		-	-	-
Transfers (out)		-	-	-
TOTAL OTHER FINANCING SOURCES(USES)		<u>-</u>	<u>-</u>	<u>-</u>
CHANGES IN FUND BALANCE		<u>(48,085)</u>	<u>(15,935)</u>	<u>32,150</u>
Fund balance, beginning of year		<u>87,820</u>	<u>87,820</u>	<u>-</u>
FUND BALANCE, END OF YEAR	\$	<u><u>39,735</u></u>	<u><u>\$ 71,885</u></u>	<u><u>\$ 32,150</u></u>

COUNTY OF MARQUETTE, MICHIGAN

LAW LIBRARY FUND

BALANCE SHEET

December 31, 2005

ASSETS

Cash and investments	\$	8,339
Receivables		-
Due from State		-
Due from other funds		-
Loans Receivable		-

TOTAL ASSETS	\$	<u>8,339</u>
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LIABILITIES AND FUND BALANCE

LIABILITIES:

Cash Overdraft	\$	-
Accounts payable		964
Due to State		-
Due to other funds		-
Accrued payroll and related		-
Accrued sick & vacation leave		-
Deferred revenue		-

TOTAL LIABILITIES		<u>964</u>
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FUND BALANCE:

Reserved for:		
Capital Outlay		-
Other		-
Unreserved		<u>7,375</u>

TOTAL FUND BALANCE		<u>7,375</u>
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TOTAL LIABILITIES AND FUND BALANCE	\$	<u>8,339</u>
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COUNTY OF MARQUETTE, MICHIGAN

LAW LIBRARY FUND

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE – BUDGET AND ACTUAL

For the Fiscal Year Ended December 31, 2005

		2005		
		Final Amended Budget	Actual	Variance
REVENUES:				
Charges for services		6,500	6,500	-
Interest earned		-	-	-
Other		-	-	-
TOTAL REVENUES	\$	<u>6,500</u>	<u>\$ 6,500</u>	<u>\$ -</u>
EXPENDITURES:				
Courts:				
Supplies		46,300	43,580	2,720
Other services and charges		1,750	1,106	644
Capital Outlay		-	-	-
TOTAL EXPENDITURES		<u>48,050</u>	<u>44,686</u>	<u>3,364</u>
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES		<u>(41,550)</u>	<u>(38,186)</u>	<u>3,364</u>
OTHER FINANCING SOURCES(USES):				
Transfers in		41,550	39,750	(1,800)
Transfers (out)		-	-	-
TOTAL OTHER FINANCING SOURCES(USES)		<u>41,550</u>	<u>39,750</u>	<u>(1,800)</u>
CHANGES IN FUND BALANCE		-	1,564	1,564
Fund balance, beginning of year		<u>5,811</u>	<u>5,811</u>	<u>-</u>
FUND BALANCE, END OF YEAR	\$	<u>5,811</u>	<u>\$ 7,375</u>	<u>\$ 1,564</u>

COUNTY OF MARQUETTE, MICHIGAN

P.A. 511 FUND

BALANCE SHEET

December 31, 2005

ASSETS

Cash and investments	\$	-
Receivables		-
Due from State		12,981
Due from other funds		-
Loans Receivable		-

TOTAL ASSETS	\$	<u>12,981</u>
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LIABILITIES AND FUND BALANCE

LIABILITIES:

Cash Overdraft	\$	11,651
Accounts payable		1,330
Due to State		-
Due to other funds		-
Accrued payroll and related		-
Accrued sick & vacation leave		-
Deferred revenue		-

TOTAL LIABILITIES		<u>12,981</u>
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FUND BALANCE:

Reserved for:		
Capital Outlay		-
Other		-
Unreserved		-

TOTAL FUND BALANCE		<u>-</u>
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TOTAL LIABILITIES AND FUND BALANCE	\$	<u>12,981</u>
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COUNTY OF MARQUETTE, MICHIGAN

P.A. 511 FUND

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE – BUDGET AND ACTUAL

For the Fiscal Year Ended December 31, 2005

		2005		
		Final Amended Budget	Actual	Variance
REVENUES:				
State sources		79,000	67,142	(11,858)
Interest earned		-	-	-
Other		3,500	10,304	6,804
TOTAL REVENUES	\$	<u>82,500</u>	<u>\$ 77,446</u>	<u>\$ (5,054)</u>
EXPENDITURES:				
Law Enforcement:				
Personnel		57,875	48,327	9,548
Supplies		4,925	6,231	(1,306)
Other services and charges		19,700	22,888	(3,188)
Capital Outlay		-	-	-
TOTAL EXPENDITURES		<u>82,500</u>	<u>77,446</u>	<u>5,054</u>
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES		<u>-</u>	<u>-</u>	<u>-</u>
OTHER FINANCING SOURCES(USES):				
Transfers in		-	-	-
Transfers (out)		-	-	-
TOTAL OTHER FINANCING SOURCES(USES)		<u>-</u>	<u>-</u>	<u>-</u>
CHANGES IN FUND BALANCE		<u>-</u>	<u>-</u>	<u>-</u>
Fund balance, beginning of year		<u>-</u>	<u>-</u>	<u>-</u>
FUND BALANCE, END OF YEAR	\$	<u><u>-</u></u>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>

COUNTY OF MARQUETTE, MICHIGAN

CHILD CARE SODA GRANT FUND

BALANCE SHEET

December 31, 2005

ASSETS

Cash and investments	\$	2,751
Receivables		-
Due from State		-
Due from other funds		-
Loans Receivable		-

TOTAL ASSETS \$ 2,751

LIABILITIES AND FUND BALANCE

LIABILITIES:

Cash Overdraft	\$	-
Accounts payable		-
Due to State		-
Due to other funds		-
Accrued payroll and related		-
Accrued sick & vacation leave		-
Deferred revenue		-

TOTAL LIABILITIES -

FUND BALANCE:

Reserved for:		
Capital Outlay		-
Other		-
Unreserved		<u>2,751</u>

TOTAL FUND BALANCE 2,751

TOTAL LIABILITIES AND FUND BALANCE \$ 2,751

COUNTY OF MARQUETTE, MICHIGAN

CHILD CARE SODA GRANT FUND

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE – BUDGET AND ACTUAL

For the Fiscal Year Ended December 31, 2005

		2005		
		Final Amended Budget	Actual	Variance
REVENUES:				
State sources		-	-	-
Interest earned		-	-	-
Other		-	-	-
TOTAL REVENUES	\$	<u>-</u>	<u>\$ -</u>	<u>\$ -</u>
EXPENDITURES:				
Courts:				
Personnel		-	-	-
Supplies		-	-	-
Other services and charges		-	-	-
Capital Outlay		-	-	-
TOTAL EXPENDITURES		<u>-</u>	<u>-</u>	<u>-</u>
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES		<u>-</u>	<u>-</u>	<u>-</u>
OTHER FINANCING SOURCES(USES):				
Transfers in		-	-	-
Transfers (out)		-	-	-
TOTAL OTHER FINANCING SOURCES(USES)		<u>-</u>	<u>-</u>	<u>-</u>
CHANGES IN FUND BALANCE		<u>-</u>	<u>-</u>	<u>-</u>
Fund balance, beginning of year		<u>2,751</u>	<u>2,751</u>	<u>-</u>
FUND BALANCE, END OF YEAR	\$	<u><u>2,751</u></u>	<u><u>\$ 2,751</u></u>	<u><u>\$ -</u></u>

COUNTY OF MARQUETTE, MICHIGAN

BUILDING AUTHORITY FUND

BALANCE SHEET

December 31, 2005

ASSETS

Cash and investments	\$	343,410
Receivables		-
Due from State		-
Due from other funds		-
Loans Receivable		-

TOTAL ASSETS	\$	<u>343,410</u>
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LIABILITIES AND FUND BALANCE

LIABILITIES:

Cash Overdraft	\$	-
Accounts payable		-
Due to State		-
Due to other funds		-
Accrued payroll and related		-
Accrued sick & vacation leave		-
Deferred revenue		-

TOTAL LIABILITIES		<u>-</u>
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FUND BALANCE:

Reserved for:		
Capital Outlay		-
Other		-
Unreserved		<u>343,410</u>

TOTAL FUND BALANCE		<u>343,410</u>
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TOTAL LIABILITIES AND FUND BALANCE	\$	<u>343,410</u>
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COUNTY OF MARQUETTE, MICHIGAN

BUILDING AUTHORITY FUND

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE – BUDGET AND ACTUAL

For the Fiscal Year Ended December 31, 2005

		2005		
		Final Amended Budget	Actual	Variance
REVENUES:				
Charges for services		-	-	-
Interest earned		-	9,174	9,174
Other		-	-	-
TOTAL REVENUES	\$	\$ -	\$ 9,174	\$ 9,174
EXPENDITURES:				
Community Development:				
Personnel		-	-	-
Supplies		-	-	-
Other services and charges		-	943	(943)
Capital Outlay		-	-	-
TOTAL EXPENDITURES		-	943	(943)
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES		-	8,231	8,231
OTHER FINANCING SOURCES(USES):				
Transfers in		-	-	-
Transfers (out)		-	-	-
TOTAL OTHER FINANCING SOURCES(USES)		-	-	-
CHANGES IN FUND BALANCE		-	8,231	8,231
Fund balance, beginning of year		335,179	335,179	-
FUND BALANCE, END OF YEAR	\$	\$ 335,179	\$ 343,410	\$ 8,231

COUNTY OF MARQUETTE, MICHIGAN

SHERIFF MCTV GRANT FUND

BALANCE SHEET

December 31, 2005

ASSETS

Cash and investments	\$	-
Receivables		77,713
Due from State		-
Due from other funds		-
Loans Receivable		-

TOTAL ASSETS	\$	<u>77,713</u>
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LIABILITIES AND FUND BALANCE

LIABILITIES:

Cash Overdraft	\$	58,286
Accounts payable		1,057
Due to State		-
Due to other funds		7,449
Accrued payroll and related		-
Accrued sick & vacation leave		872
Deferred revenue		-

TOTAL LIABILITIES		<u>67,664</u>
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FUND BALANCE:

Reserved for:		
Capital Outlay		-
Other		-
Unreserved		<u>10,049</u>

TOTAL FUND BALANCE		<u>10,049</u>
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TOTAL LIABILITIES AND FUND BALANCE	\$	<u>77,713</u>
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COUNTY OF MARQUETTE, MICHIGAN

SHERIFF MCTV GRANT FUND

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE – BUDGET AND ACTUAL

For the Fiscal Year Ended December 31, 2005

		2005		
		Final Amended Budget	Actual	Variance
REVENUES:				
State Sources		97,129	85,535	(11,594)
Interest earned		-	-	-
Other		65,298	71,781	6,483
TOTAL REVENUES	\$	<u>162,427</u>	\$ <u>157,316</u>	\$ <u>(5,111)</u>
EXPENDITURES:				
Law Enforcement:				
Personnel		95,467	95,230	237
Supplies		23,523	23,608	(85)
Other services and charges		43,437	36,653	6,784
Capital Outlay		-	-	-
TOTAL EXPENDITURES		<u>162,427</u>	<u>155,491</u>	<u>6,936</u>
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES		<u>-</u>	<u>1,825</u>	<u>1,825</u>
OTHER FINANCING SOURCES(USES):				
Transfers in		-	-	-
Transfers (out)		-	-	-
TOTAL OTHER FINANCING SOURCES(USES)		<u>-</u>	<u>-</u>	<u>-</u>
CHANGES IN FUND BALANCE		<u>-</u>	<u>1,825</u>	<u>1,825</u>
Fund balance, beginning of year		<u>8,224</u>	<u>8,224</u>	<u>-</u>
FUND BALANCE, END OF YEAR	\$	<u><u>8,224</u></u>	\$ <u><u>10,049</u></u>	\$ <u><u>1,825</u></u>

COUNTY OF MARQUETTE, MICHIGAN

CENTRAL DISPATCH FUND

BALANCE SHEET

December 31, 2005

ASSETS

Cash and investments	\$	640,921
Receivables		792,747
Due from State		-
Due from other funds		-
Loans Receivable		-

TOTAL ASSETS	\$	<u>1,433,668</u>
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LIABILITIES AND FUND BALANCE

LIABILITIES:

Cash Overdraft	\$	-
Accounts payable		7,538
Due to State		-
Due to other funds		-
Accrued payroll and related		31,486
Accrued sick & vacation leave		650
Deferred revenue		<u>706,601</u>

TOTAL LIABILITIES		<u>746,275</u>
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FUND BALANCE:

Reserved for:		
Capital Outlay		-
Other		2,562
Unreserved		<u>684,831</u>

TOTAL FUND BALANCE		<u>687,393</u>
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TOTAL LIABILITIES AND FUND BALANCE	\$	<u>1,433,668</u>
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COUNTY OF MARQUETTE, MICHIGAN

CENTRAL DISPATCH FUND

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE – BUDGET AND ACTUAL

For the Fiscal Year Ended December 31, 2005

		2005		
		Final Amended Budget	Actual	Variance
REVENUES:				
Taxes and Penalties		678,606	675,138	(3,468)
Federal Sources		81,300	81,305	5
State Sources		145,000	144,282	(718)
Interest		27,000	25,461	(1,539)
TOTAL REVENUES	\$	<u>931,906</u>	\$ <u>926,186</u>	\$ <u>(5,720)</u>
EXPENDITURES:				
Law Enforcement:				
Personnel		598,940	598,091	849
Supplies		5,600	4,627	973
Other services and charges		164,700	147,930	16,770
Capital Outlay		225,000	215,135	9,865
TOTAL EXPENDITURES		<u>994,240</u>	<u>965,783</u>	<u>28,457</u>
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES		<u>(62,334)</u>	<u>(39,597)</u>	<u>22,737</u>
OTHER FINANCING SOURCES(USES):				
Transfers in		-	-	-
Transfers (out)		<u>-</u>	<u>(10,000)</u>	<u>(10,000)</u>
TOTAL OTHER FINANCING SOURCES(USES)		<u>-</u>	<u>(10,000)</u>	<u>(10,000)</u>
CHANGES IN FUND BALANCE		<u>(62,334)</u>	<u>(49,597)</u>	<u>12,737</u>
Fund balance, beginning of year		<u>736,990</u>	<u>736,990</u>	<u>-</u>
FUND BALANCE, END OF YEAR	\$	<u><u>674,656</u></u>	\$ <u><u>687,393</u></u>	\$ <u><u>12,737</u></u>

COUNTY OF MARQUETTE, MICHIGAN

DEPARTMENT OF HUMAN SERVICES - CHILD CARE FUND

BALANCE SHEET

December 31, 2005

ASSETS

Cash and investments	\$	-
Receivables		-
Due from State		-
Due from other funds		-
Loans Receivable		-

TOTAL ASSETS	\$	-
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LIABILITIES AND FUND BALANCE

LIABILITIES:

Cash Overdraft	\$	-
Accounts payable		-
Due to State		-
Due to other funds		-
Accrued payroll and related		-
Accrued sick & vacation leave		-
Deferred revenue		-

TOTAL LIABILITIES		-
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FUND BALANCE:

Reserved for:		
Capital Outlay		-
Other		-
Unreserved		-

TOTAL FUND BALANCE		-
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TOTAL LIABILITIES AND FUND BALANCE	\$	-
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COUNTY OF MARQUETTE, MICHIGAN

DEPARTMENT OF HUMAN SERVICES – CHILD CARE FUND

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE – BUDGET AND ACTUAL

For the Fiscal Year Ended December 31, 2005

		2005		
		Final Amended Budget	Actual	Variance
REVENUES:				
State Sources		115,000	8,533	(106,467)
Charges for services		-	-	-
Other		-	-	-
TOTAL REVENUES	\$	<u>115,000</u>	<u>\$ 8,533</u>	<u>\$ (106,467)</u>
EXPENDITURES:				
Human Services:				
Personnel		-	-	-
Supplies		-	-	-
Other services and charges		230,000	65,759	164,241
Capital Outlay		-	-	-
TOTAL EXPENDITURES		<u>230,000</u>	<u>65,759</u>	<u>164,241</u>
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES		<u>(115,000)</u>	<u>(57,226)</u>	<u>57,774</u>
OTHER FINANCING SOURCES(USES):				
Transfers in		70,000	-	(70,000)
Transfers (out)		-	-	-
TOTAL OTHER FINANCING SOURCES(USES)		<u>70,000</u>	<u>-</u>	<u>(70,000)</u>
CHANGES IN FUND BALANCE		<u>(45,000)</u>	<u>(57,226)</u>	<u>(12,226)</u>
Fund balance, beginning of year		<u>57,226</u>	<u>57,226</u>	<u>-</u>
FUND BALANCE, END OF YEAR	\$	<u><u>12,226</u></u>	<u><u>\$ -</u></u>	<u><u>\$ (12,226)</u></u>

COUNTY OF MARQUETTE, MICHIGAN
DEPARTMENT OF HUMAN SERVICES FUND

BALANCE SHEET

December 31, 2005

ASSETS

Cash and investments	\$	-
Receivables		-
Due from State		-
Due from other funds		-
Loans Receivable		-
		<hr/>

TOTAL ASSETS	\$	<hr/> <hr/> -
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LIABILITIES AND FUND BALANCE

LIABILITIES:

Cash Overdraft	\$	-
Accounts payable		-
Due to State		-
Due to other funds		-
Accrued payroll and related		-
Accrued sick & vacation leave		-
Deferred revenue		-
		<hr/>

TOTAL LIABILITIES		<hr/> -
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FUND BALANCE:

Reserved for:		
Capital Outlay		-
Other		-
Unreserved		-
		<hr/>

TOTAL FUND BALANCE		<hr/> -
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TOTAL LIABILITIES AND FUND BALANCE	\$	<hr/> <hr/> -
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COUNTY OF MARQUETTE, MICHIGAN

DEPARTMENT OF HUMAN SERVICES FUND

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE – BUDGET AND ACTUAL

For the Fiscal Year Ended December 31, 2005

		2005		
		Final Amended Budget	Actual	Variance
REVENUES:				
State Sources		-	16,641	16,641
Charges for services		-	-	-
Other		-	-	-
TOTAL REVENUES	\$	\$ -	\$ 16,641	\$ 16,641
EXPENDITURES:				
Human Services:				
Personnel		-	-	-
Supplies		-	-	-
Other services and charges		5,000	30,948	(25,948)
Capital Outlay		-	-	-
TOTAL EXPENDITURES		5,000	30,948	(25,948)
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES		(5,000)	(14,307)	(9,307)
OTHER FINANCING SOURCES(USES):				
Transfers in		5,000	-	(5,000)
Transfers (out)		-	-	-
TOTAL OTHER FINANCING SOURCES(USES)		5,000	-	(5,000)
CHANGES IN FUND BALANCE		-	(14,307)	(14,307)
Fund balance, beginning of year		14,307	14,307	-
FUND BALANCE, END OF YEAR	\$	\$ 14,307	\$ -	\$ (14,307)

COUNTY OF MARQUETTE, MICHIGAN

PROBATE CHILD CARE FUND

BALANCE SHEET

December 31, 2005

ASSETS

Cash and investments	\$	-
Receivables		56,035
Due from State		155,681
Due from other funds		-
Loans Receivable		-

TOTAL ASSETS	\$	<u>211,716</u>
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LIABILITIES AND FUND BALANCE

LIABILITIES:

Cash Overdraft	\$	12,254
Accounts payable		1,295
Due to State		-
Due to other funds		-
Accrued payroll and related		-
Accrued sick & vacation leave		4,530
Deferred revenue		-

TOTAL LIABILITIES		<u>18,079</u>
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FUND BALANCE:

Reserved for:		
Capital Outlay		-
Other		-
Unreserved		<u>193,637</u>

TOTAL FUND BALANCE		<u>193,637</u>
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TOTAL LIABILITIES AND FUND BALANCE	\$	<u>211,716</u>
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COUNTY OF MARQUETTE, MICHIGAN

PROBATE CHILD CARE FUND

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE – BUDGET AND ACTUAL

For the Fiscal Year Ended December 31, 2005

		2005		
		Final Amended Budget	Actual	Variance
REVENUES:				
State Sources		991,690	800,292	(191,398)
Charges for services		47,000	44,779	(2,221)
Other		-	-	-
TOTAL REVENUES	\$	<u>1,038,690</u>	\$ <u>845,071</u>	\$ <u>(193,619)</u>
EXPENDITURES:				
Courts:				
Personnel		1,081,945	982,819	99,126
Supplies		7,869	6,119	1,750
Other services and charges		997,565	674,669	322,896
Capital Outlay		4,300	4,211	89
TOTAL EXPENDITURES		<u>2,091,679</u>	<u>1,667,818</u>	<u>423,861</u>
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES		<u>(1,052,989)</u>	<u>(822,747)</u>	<u>230,242</u>
OTHER FINANCING SOURCES(USES):				
Transfers in		1,010,970	910,485	(100,485)
Transfers (out)		-	-	-
TOTAL OTHER FINANCING SOURCES(USES)		<u>1,010,970</u>	<u>910,485</u>	<u>(100,485)</u>
CHANGES IN FUND BALANCE		<u>(42,019)</u>	<u>87,738</u>	<u>129,757</u>
Fund balance, beginning of year		<u>105,899</u>	<u>105,899</u>	<u>-</u>
FUND BALANCE, END OF YEAR	\$	<u><u>63,880</u></u>	\$ <u><u>193,637</u></u>	\$ <u><u>129,757</u></u>

COUNTY OF MARQUETTE, MICHIGAN

SOLDIERS & SAILORS RELIEF FUND

BALANCE SHEET

December 31, 2005

ASSETS

Cash and investments	\$	6,601
Receivables		-
Due from State		-
Due from other funds		-
Loans Receivable		-

TOTAL ASSETS	\$	<u>6,601</u>
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LIABILITIES AND FUND BALANCE

LIABILITIES:

Cash Overdraft	\$	-
Accounts payable		-
Due to State		-
Due to other funds		-
Accrued payroll and related		-
Accrued sick & vacation leave		-
Deferred revenue		-

TOTAL LIABILITIES		<u>-</u>
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FUND BALANCE:

Reserved for:		
Capital Outlay		-
Other		-
Unreserved		<u>6,601</u>

TOTAL FUND BALANCE		<u>6,601</u>
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TOTAL LIABILITIES AND FUND BALANCE	\$	<u>6,601</u>
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COUNTY OF MARQUETTE, MICHIGAN

SOLDIERS & SAILORS RELIEF FUND

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE – BUDGET AND ACTUAL

For the Fiscal Year Ended December 31, 2005

		2005		
		Final Amended Budget	Actual	Variance
REVENUES:				
Taxes and Penalties		-	-	-
Federal Sources		-	-	-
State Sources		-	-	-
Interest		-	-	-
TOTAL REVENUES	\$	\$ -	\$ -	\$ -
EXPENDITURES:				
Human Services:				
Personnel		-	-	-
Supplies		-	-	-
Other services and charges		7,500	4,173	3,327
Capital Outlay		-	-	-
TOTAL EXPENDITURES		7,500	4,173	3,327
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES		(7,500)	(4,173)	3,327
OTHER FINANCING SOURCES(USES):				
Transfers in		7,500	7,500	-
Transfers (out)		-	-	-
TOTAL OTHER FINANCING SOURCES(USES)		7,500	7,500	-
CHANGES IN FUND BALANCE		-	3,327	3,327
Fund balance, beginning of year		3,274	3,274	-
FUND BALANCE, END OF YEAR	\$	\$ 3,274	\$ 6,601	\$ 3,327

COUNTY OF MARQUETTE, MICHIGAN

VETERANS TRUST FUND

BALANCE SHEET

December 31, 2005

ASSETS

Cash and investments	\$	533
Receivables		-
Due from State		-
Due from other funds		-
Loans Receivable		-

TOTAL ASSETS	\$	<u>533</u>
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LIABILITIES AND FUND BALANCE

LIABILITIES:

Cash Overdraft	\$	-
Accounts payable		490
Due to State		-
Due to other funds		-
Accrued payroll and related		-
Accrued sick & vacation leave		-
Deferred revenue		-

TOTAL LIABILITIES		<u>490</u>
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FUND BALANCE:

Reserved for:		
Capital Outlay		-
Other		-
Unreserved		<u>43</u>

TOTAL FUND BALANCE		<u>43</u>
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TOTAL LIABILITIES AND FUND BALANCE	\$	<u>533</u>
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COUNTY OF MARQUETTE, MICHIGAN

VETERANS TRUST FUND

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE – BUDGET AND ACTUAL

For the Fiscal Year Ended December 31, 2005

		2005		
		Final Amended Budget	Actual	Variance
REVENUES:				
Taxes and Penalties		-	-	-
Federal Sources		-	-	-
State Sources		18,900	14,434	(4,466)
Interest		-	-	-
TOTAL REVENUES	\$	<u>18,900</u>	<u>\$ 14,434</u>	<u>\$ (4,466)</u>
EXPENDITURES:				
Human Services:				
Personnel		2,400	2,400	-
Supplies		500	60	440
Other services and charges		16,000	12,251	3,749
Capital Outlay		-	-	-
TOTAL EXPENDITURES		<u>18,900</u>	<u>14,711</u>	<u>4,189</u>
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES		<u>-</u>	<u>(277)</u>	<u>(277)</u>
OTHER FINANCING SOURCES(USES):				
Transfers in		-	-	-
Transfers (out)		-	-	-
TOTAL OTHER FINANCING SOURCES(USES)		<u>-</u>	<u>-</u>	<u>-</u>
CHANGES IN FUND BALANCE		<u>-</u>	<u>(277)</u>	<u>(277)</u>
Fund balance, beginning of year		<u>320</u>	<u>320</u>	<u>-</u>
FUND BALANCE, END OF YEAR	\$	<u><u>320</u></u>	<u><u>\$ 43</u></u>	<u><u>\$ (277)</u></u>

COUNTY OF MARQUETTE, MICHIGAN

COMMISSION ON AGING FUND

BALANCE SHEET

December 31, 2005

ASSETS

Cash and investments	\$	141,307
Receivables		659,085
Due from State		-
Due from other funds		-
Loans Receivable		-

TOTAL ASSETS	\$	<u>800,392</u>
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LIABILITIES AND FUND BALANCE

LIABILITIES:

Accounts payable	\$	48,229
Due to State		-
Due to other funds		-
Accrued payroll and related		11,600
Accrued sick & vacation leave		1,015
Other current liabilities		41,126
Deferred revenue		<u>636,122</u>

TOTAL LIABILITIES		<u>738,092</u>
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FUND BALANCE:

Reserved for:		
Capital Outlay		-
Other		32,978
Unreserved		<u>29,322</u>

TOTAL FUND BALANCE		<u>62,300</u>
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TOTAL LIABILITIES AND FUND BALANCE	\$	<u>800,392</u>
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COUNTY OF MARQUETTE, MICHIGAN

COMMISSION ON AGING FUND

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE – BUDGET AND ACTUAL

For the Fiscal Year Ended December 31, 2005

		2005		
		Final Amended Budget	Actual	Variance
REVENUES:				
Taxes and Penalties		589,128	607,691	18,563
Federal Sources		91,051	77,992	(13,059)
State Sources		195,546	230,874	35,328
Interest		20,000	9,023	(10,977)
Other		87,292	52,642	(34,650)
TOTAL REVENUES	\$	<u>983,017</u>	<u>\$ 978,222</u>	<u>\$ (4,795)</u>
EXPENDITURES:				
Human Services:				
Personnel		272,368	269,740	2,628
Supplies		14,183	9,884	4,299
Other services and charges		772,209	761,378	10,831
Capital Outlay		-	-	-
TOTAL EXPENDITURES		<u>1,058,760</u>	<u>1,041,002</u>	<u>17,758</u>
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES		<u>(75,743)</u>	<u>(62,780)</u>	<u>12,963</u>
OTHER FINANCING SOURCES(USES):				
Transfers in		-	-	-
Transfers (out)		-	-	-
TOTAL OTHER FINANCING SOURCES(USES)		<u>-</u>	<u>-</u>	<u>-</u>
CHANGES IN FUND BALANCE		<u>(75,743)</u>	<u>(62,780)</u>	<u>12,963</u>
Fund balance, beginning of year		<u>125,080</u>	<u>125,080</u>	<u>-</u>
FUND BALANCE, END OF YEAR	\$	<u><u>49,337</u></u>	<u><u>\$ 62,300</u></u>	<u><u>\$ 12,963</u></u>

COUNTY OF MARQUETTE, MICHIGAN

BUDGET STABILIZATION FUND

BALANCE SHEET

December 31, 2005

ASSETS

Cash and investments	\$	171,110
Receivables		-
Due from State		-
Due from other funds		-
Loans Receivable		-

TOTAL ASSETS

\$ 171,110

LIABILITIES AND FUND BALANCE

LIABILITIES:

Cash Overdraft	\$	-
Accounts payable		-
Due to State		-
Due to other funds		-
Accrued payroll and related		-
Accrued sick & vacation leave		-
Deferred revenue		-

TOTAL LIABILITIES

-

FUND BALANCE:

Reserved for:		
Capital Outlay		-
Other		-
Unreserved		171,110

TOTAL FUND BALANCE

171,110

TOTAL LIABILITIES AND FUND BALANCE

\$ 171,110

COUNTY OF MARQUETTE, MICHIGAN

BUDGET STABILIZATION FUND

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE – BUDGET AND ACTUAL

For the Fiscal Year Ended December 31, 2005

		2005		
		Final Amended Budget	Actual	Variance
REVENUES:				
Taxes and Penalties		-	-	-
Federal Sources		-	-	-
State Sources		-	-	-
Interest		-	-	-
Other		-	-	-
TOTAL REVENUES	\$	\$ -	\$ -	\$ -
EXPENDITURES:				
Management:				
Personnel		-	-	-
Supplies		-	-	-
Other services and charges		-	-	-
Capital Outlay		-	-	-
TOTAL EXPENDITURES		-	-	-
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES		-	-	-
OTHER FINANCING SOURCES(USES):				
Transfers in		-	-	-
Transfers (out)		-	-	-
TOTAL OTHER FINANCING SOURCES(USES)		-	-	-
CHANGES IN FUND BALANCE		-	-	-
Fund balance, beginning of year		171,110	171,110	-
FUND BALANCE, END OF YEAR	\$	\$ 171,110	\$ 171,110	\$ -

COUNTY OF MARQUETTE, MICHIGAN
HOMESTEAD PROPERTY ADMINISTRATION FUND

BALANCE SHEET

December 31, 2005

ASSETS		
Cash and investments	\$	11,436
Receivables		-
Due from State		-
Due from other funds		-
Loans Receivable		-
		<hr/>
TOTAL ASSETS	\$	<u>11,436</u>
LIABILITIES AND FUND BALANCE		
LIABILITIES:		
Cash Overdraft	\$	-
Accounts payable		4
Due to State		-
Due to other funds		-
Accrued payroll and related		-
Accrued sick & vacation leave		-
Deferred revenue		-
		<hr/>
TOTAL LIABILITIES		<u>4</u>
FUND BALANCE:		
Reserved for:		
Capital Outlay		-
Other		-
Unreserved		<u>11,432</u>
TOTAL FUND BALANCE		<u>11,432</u>
TOTAL LIABILITIES AND FUND BALANCE	\$	<u>11,436</u>

COUNTY OF MARQUETTE, MICHIGAN

HOMESTEAD PROPERTY ADMINISTRATION FUND

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE – BUDGET AND ACTUAL

For the Fiscal Year Ended December 31, 2005

		2005		
		Final Amended Budget	Actual	Variance
REVENUES:				
Taxes and Penalties		-	-	-
Federal Sources		-	-	-
State Sources		-	-	-
Interest		-	4,464	4,464
Other		-	592	592
TOTAL REVENUES	\$	\$ -	\$ 5,056	\$ 5,056
EXPENDITURES:				
Public Records:				
Personnel		-	-	-
Supplies		-	568	(568)
Other services and charges		-	1,500	(1,500)
Capital Outlay		-	-	-
TOTAL EXPENDITURES		-	2,068	(2,068)
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES		-	2,988	2,988
OTHER FINANCING SOURCES(USES):				
Transfers in		-	-	-
Transfers (out)		-	-	-
TOTAL OTHER FINANCING SOURCES(USES)		-	-	-
CHANGES IN FUND BALANCE		-	2,988	2,988
Fund balance, beginning of year		8,444	8,444	-
FUND BALANCE, END OF YEAR	\$	\$ 8,444	\$ 11,432	\$ 2,988

COUNTY OF MARQUETTE, MICHIGAN

DEPARTMENT OF HUMAN SERVICES – BARAGA ACCOUNT FUND

BALANCE SHEET

December 31, 2005

ASSETS

Cash and investments	\$	-
Receivables		-
Due from State		-
Due from other funds		-
Loans Receivable		-
		<hr/>

TOTAL ASSETS	\$	-
		<hr/>

LIABILITIES AND FUND BALANCE

LIABILITIES:

Cash Overdraft	\$	-
Accounts payable		-
Due to State		-
Due to other funds		-
Accrued payroll and related		-
Accrued sick & vacation leave		-
Deferred revenue		-
		<hr/>

TOTAL LIABILITIES		-
		<hr/>

FUND BALANCE:

Reserved for:		
Capital Outlay		-
Other		-
Unreserved		-
		<hr/>

TOTAL FUND BALANCE		-
		<hr/>

TOTAL LIABILITIES AND FUND BALANCE	\$	-
		<hr/>

COUNTY OF MARQUETTE, MICHIGAN

DEPARTMENT OF HUMAN SERVICES – BARAGA ACCOUNT FUND

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE – BUDGET AND ACTUAL

For the Fiscal Year Ended December 31, 2005

		2005		
		Final Amended Budget	Actual	Variance
REVENUES:				
Taxes and Penalties		-	-	-
Federal Sources		-	-	-
State Sources		-	-	-
Interest		-	-	-
Other		-	-	-
TOTAL REVENUES	\$	-	\$ -	\$ -
EXPENDITURES:				
Human Services:				
Personnel		-	-	-
Supplies		-	-	-
Other services and charges		-	2,622	(2,622)
Capital Outlay		-	-	-
TOTAL EXPENDITURES		-	2,622	(2,622)
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES		-	(2,622)	(2,622)
OTHER FINANCING SOURCES(USES):				
Transfers in		-	-	-
Transfers (out)		-	-	-
TOTAL OTHER FINANCING SOURCES(USES)		-	-	-
CHANGES IN FUND BALANCE		-	(2,622)	(2,622)
Fund balance, beginning of year		2,622	2,622	-
FUND BALANCE, END OF YEAR	\$	2,622	\$ -	\$ (2,622)

COUNTY OF MARQUETTE, MICHIGAN
REGISTER OF DEEDS AUTOMATION FUND

BALANCE SHEET

December 31, 2005

ASSETS

Cash and investments	\$ 93,769
Receivables	-
Due from State	-
Due from other funds	-
Loans Receivable	-

TOTAL ASSETS	\$ <u>93,769</u>
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LIABILITIES AND FUND BALANCE

LIABILITIES:

Cash Overdraft	\$ -
Accounts payable	-
Due to State	-
Due to other funds	-
Accrued payroll and related	666
Accrued sick & vacation leave	-
Deferred revenue	-

TOTAL LIABILITIES	<u>666</u>
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FUND BALANCE:

Reserved for:	
Capital Outlay	-
Other	-
Unreserved	<u>93,103</u>

TOTAL FUND BALANCE	<u>93,103</u>
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TOTAL LIABILITIES AND FUND BALANCE	\$ <u>93,769</u>
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COUNTY OF MARQUETTE, MICHIGAN

REGISTER OF DEEDS AUTOMATION FUND

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE – BUDGET AND ACTUAL

For the Fiscal Year Ended December 31, 2005

		2005		
		Final Amended Budget	Actual	Variance
REVENUES:				
Taxes and Penalties		-	-	-
Federal Sources		-	-	-
State Sources		-	-	-
Interest		-	612	612
Other		88,000	83,705	(4,295)
TOTAL REVENUES	\$	<u>88,000</u>	<u>\$ 84,317</u>	<u>\$ (3,683)</u>
EXPENDITURES:				
Management:				
Personnel		17,950	17,972	(22)
Supplies		-	-	-
Other services and charges		48,050	(6,141)	54,191
Capital Outlay		22,000	-	22,000
TOTAL EXPENDITURES		<u>88,000</u>	<u>11,831</u>	<u>76,169</u>
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES		<u>-</u>	<u>72,486</u>	<u>72,486</u>
OTHER FINANCING SOURCES(USES):				
Transfers in		-	-	-
Transfers (out)		-	-	-
TOTAL OTHER FINANCING SOURCES(USES)		<u>-</u>	<u>-</u>	<u>-</u>
CHANGES IN FUND BALANCE		<u>-</u>	<u>72,486</u>	<u>72,486</u>
Fund balance, beginning of year		<u>20,617</u>	<u>20,617</u>	<u>-</u>
FUND BALANCE, END OF YEAR	\$	<u><u>20,617</u></u>	<u><u>\$ 93,103</u></u>	<u><u>\$ 72,486</u></u>

COUNTY OF MARQUETTE, MICHIGAN
NONMAJOR CAPITAL PROJECTS FUNDS

BALANCE SHEET

December 31, 2005

		Sawyer E.D.A.IV Fund
ASSETS		<u> </u>
Cash and investments	\$	-
Due from Federal Government		<u> </u>
		-
TOTAL ASSETS	\$	<u><u> </u></u>
		-
LIABILITIES AND FUND BALANCE		
LIABILITIES:		
Cash Overdraft	\$	-
Accounts payable		-
Other current liabilities		<u> </u>
		-
TOTAL LIABILITIES		<u> </u>
		-
FUND BALANCE		
Unreserved		<u> </u>
		-
TOTAL FUND BALANCE		<u> </u>
		-
TOTAL LIABILITIES AND FUND BALANCE	\$	<u><u> </u></u>
		-

COUNTY OF MARQUETTE

NONMAJOR CAPITAL PROJECTS FUNDS

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE

For the Fiscal Year Ended December 31, 2005

		BUILDING SAWYER E.D.A. IV
REVENUES:	\$	
Federal Sources		-
Other		-
TOTAL REVENUES		-
EXPENDITURES		
Construction Contracts		5,349
Other		-
TOTAL EXPENDITURES		5,349
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES		(5,349)
OTHER FINANCING SOURCES(USES):		
Operating transfers in		-
Operating transfers out		(79,829)
TOTAL OTHER FINANCING SOURCES		(79,829)
CHANGE IN FUND BALANCE		(85,178)
Fund balance, beginning of year		85,178
FUND BALANCE, END OF YEAR	\$	-

COUNTY OF MARQUETTE, MICHIGAN
ALL INTERNAL SERVICE FUNDS
COMBINING STATEMENT OF NET ASSETS
December 31, 2005

	Service Center Fund	100% Tax Payment Funds	Insurance Fund	Copy & Computer Fund	Total
ASSETS					
Current Assets:					
Cash and investments	\$ 213,942	\$ 4,495,916	\$ 393,780	\$ 329,891	\$ 5,433,529
Delinquent tax receivable	-	1,096,848	-	-	1,096,848
Accrued interest receivable	-	136,335	-	-	136,335
Accounts receivable	-	-	-	-	-
Due from other governmental units	-	17,195	-	-	17,195
Capital assets, net	<u>343,565</u>	<u>-</u>	<u>-</u>	<u>371,488</u>	<u>715,053</u>
TOTAL CURRENT ASSETS	<u>557,507</u>	<u>5,746,294</u>	<u>393,780</u>	<u>701,379</u>	<u>7,398,960</u>
TOTAL ASSETS	<u>557,507</u>	<u>5,746,294</u>	<u>393,780</u>	<u>701,379</u>	<u>7,398,960</u>
LIABILITIES					
Current Liabilities:					
Accounts payable	\$ 200	\$ -	\$ -	\$ 6,784	\$ 6,984
Due to other governmental units	<u>-</u>	<u>803</u>	<u>-</u>	<u>-</u>	<u>803</u>
TOTAL CURRENT LIABILITIES	<u>200</u>	<u>803</u>	<u>-</u>	<u>6,784</u>	<u>7,787</u>
TOTAL LIABILITIES	<u>200</u>	<u>803</u>	<u>-</u>	<u>6,784</u>	<u>7,787</u>
NET ASSETS					
Invested in capital assets, net of related debt	343,565	-	-	371,488	715,053
Unrestricted	<u>213,742</u>	<u>5,745,491</u>	<u>393,780</u>	<u>323,107</u>	<u>6,676,120</u>
TOTAL NET ASSETS	<u>\$ 557,307</u>	<u>\$ 5,745,491</u>	<u>\$ 393,780</u>	<u>\$ 694,595</u>	<u>\$ 7,391,173</u>

COUNTY OF MARQUETTE, MICHIGAN

ALL INTERNAL SERVICE FUNDS

COMBINING STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET ASSETS

For the Fiscal Year ended December 31, 2005

	Service Center Fund	100% Tax Payment Funds	Insurance Fund	Copy & Computer Fund	Total
OPERATING REVENUES:					
Penalties and interest on taxes	\$ -	\$ 407,079	\$ -	\$ -	\$ 407,079
Charges for services	2,260	-	-	264,110	266,370
Interest Earned	-	183,500	10,180	-	193,680
Other revenues	-	-	26,207	1,431	27,638
TOTAL OPERATING REVENUES	2,260	590,579	36,387	265,541	894,767
OPERATING EXPENSES:					
Other operating expenses	31,871	47,127	-	329,973	408,971
TOTAL OPERATING EXPENSES	31,871	47,127	-	329,973	408,971
OPERATING INCOME (LOSS) BEFORE TRANSFERS	(29,611)	543,452	36,387	(64,432)	485,796
Transfer in	24,720	-	-	-	24,720
Transfer out	(50,000)	(526,000)	-	-	(576,000)
CHANGE IN NET ASSETS	(54,891)	17,452	36,387	(64,432)	(65,484)
Net assets, beginning of year	612,198	5,728,039	357,393	759,027	7,456,657
NET ASSETS, END OF YEAR	\$ 557,307	\$ 5,745,491	\$ 393,780	\$ 694,595	\$ 7,391,173

COUNTY OF MARQUETTE

ALL INTERNAL SERVICE FUNDS

COMBINING STATEMENT OF CASH FLOWS

For the Fiscal Year Ended December 31, 2005

	Service Center Fund	100% Tax Payment Funds	Insurance Fund	Copy & Computer Fund	TOTAL
CASH FLOWS FROM OPERATING ACTIVITIES:					
Cash received from fees and charges for services	\$ 15,840	\$ -	\$ -	\$ 264,110	\$ 279,950
Cash received from delinquent taxes	-	337,338	-	-	337,338
Cash paid to employees and suppliers	-	-	-	(204,134)	(204,134)
Other operating revenues	-	183,498	36,387	1,431	221,316
Other operating expenses	(1,905)	(48,595)	-	-	(50,500)
NET CASH PROVIDED(USED)BY OPERATING ACTIVITIES	13,935	472,241	36,387	61,407	583,970
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES:					
Operating transfers in (out)	(25,280)	(526,000)	-	-	(551,280)
Increase (decrease) in due to other funds	-	450,000	-	-	450,000
NET CASH PROVIDED(USED)BY NONCAPITAL FINANCING ACTIVITIES	(25,280)	(76,000)	-	-	(101,280)
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES					
Cash payments for capital assets	(19,203)	-	-	(119,434)	(138,637)
NET CASH PROVIDED(USED)BY CAPITAL AND RELATED FINANCING ACTIVITIES	(19,203)	-	-	(119,434)	(138,637)
NET INCREASE(DECREASE)IN CASH AND CASH EQUIVALENTS	(30,548)	396,241	36,387	(58,027)	344,053
Cash and cash equivalents, beginning of year	244,490	4,099,675	357,393	387,918	5,089,476
CASH AND CASH EQUIVALENTS, END OF YEAR	\$ 213,942	\$ 4,495,916	\$ 393,780	\$ 329,891	\$ 5,433,529
RECONCILIATION OF OPERATING INCOME TO NET CASH PROVIDED(USED)BY OPERATING ACTIVITIES:					
Operating income (Loss)	\$ (29,611)	\$ 543,452	\$ 36,387	\$ (64,432)	\$ 485,796
Adjustments to reconcile operating income to net cash provided by operating activities:					
Depreciation	29,966	-	-	121,056	151,022
Changes in assets & liabilities:					
(Increase) decrease in accounts receivable	13,580	6,373	-	-	19,953
(Increase) decrease in delinquent taxes receivable	-	(74,617)	-	-	(74,617)
(Increase) decrease in accrued interest receivable	-	(2)	-	-	(2)
(Increase) decrease in due from other units	-	(1,497)	-	4,682	3,185
Increase (decrease) in accounts payable	-	(2,271)	-	101	(2,170)
Increase (decrease) in due to other units	-	803	-	-	803
NET ADJUSTMENTS	43,546	(71,211)	-	125,839	98,174
NET CASH PROVIDED(USED)BY OPERATING ACTIVITIES	\$ 13,935	\$ 472,241	\$ 36,387	\$ 61,407	\$ 583,970

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COUNTY OF MARQUETTE, MICHIGAN
INTERNAL SERVICE FUND – SERVICE CENTER

BALANCE SHEET

December 31, 2005

ASSETS

Current Assets:

Cash	\$	213,942
Buildings and equipment, net		<u>343,565</u>

TOTAL CURRENT ASSETS	<u>557,507</u>
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TOTAL ASSETS	<u>557,507</u>
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LIABILITIES

Current Liabilities:

Accounts Payable	<u>200</u>
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TOTAL CURRENT LIABILITIES	<u>200</u>
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TOTAL LIABILITIES	<u>200</u>
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NET ASSETS

Invested in capital assets, net of related debt	343,565
Unrestricted	<u>213,742</u>

TOTAL NET ASSETS	<u>\$ 557,307</u>
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COUNTY OF MARQUETTE, MICHIGAN

INTERNAL SERVICE FUND – SERVICE CENTER

STATEMENT OF REVENUES, EXPENSES, AND CHANGES
IN RETAINED EARNINGS – BUDGET AND ACTUAL

YEAR ENDED DECEMBER 31, 2005

	2005		
	Final Amended Budget	Actual	Variance
Charges for services			
Rental income – county offices	\$ -	\$ 2,260	\$ 2,260
 TOTAL OPERATING REVENUES	 -	 2,260	 2,260
OPERATING EXPENSES:			
Building Operation and Expenses			
Other services and charges	2,000	1,905	95
Depreciation	29,346	29,966	(620)
Capital Outlay	23,591	-	23,591
 TOTAL OPERATING EXPENSES	 54,937	 31,871	 23,066
 OPERATING INCOME(LOSS) BEFORE TRANSFERS	 (54,937)	 (29,611)	 25,326
OTHER FINANCING SOURCES(USES):			
Transfers in	29,108	24,720	(4,388)
Transfers out	(50,000)	(50,000)	-
 TOTAL OTHER FINANCING SOURCES (USES)	 (20,892)	 (25,280)	 (4,388)
 CHANGE IN NET ASSETS	 (75,829)	 (54,891)	 20,938
 Net assets, beginning of year	 612,198	 612,198	 -
 NET ASSETS, END OF YEAR \$	 536,369	 557,307	 \$ 20,938

COUNTY OF MARQUETTE, MICHIGAN
INTERNAL SERVICE – 100% TAX PAYMENT FUNDS

BALANCE SHEET

December 31, 2005

ASSETS

Current Assets:

Cash \$ 4,495,916

Receivables:

Delinquent property taxes 1,096,848

Accrued interest –
delinquent taxes 136,335

Due from other
governmental units 17,195

TOTAL CURRENT ASSETS 5,746,294

TOTAL ASSETS 5,746,294

LIABILITIES

Current Liabilities:

Due to State of Michigan -

Other liabilities -

Due to other governmental units 803

TOTAL CURRENT LIABILITIES 803

TOTAL LIABILITIES 803

NET ASSETS

Unrestricted 5,745,491

TOTAL NET ASSETS \$ 5,745,491

COUNTY OF MARQUETTE, MICHIGAN

INTERNAL SERVICE - 100% TAX PAYMENT FUNDS

STATEMENT OF REVENUES, EXPENSES AND CHANGES
IN RETAINED EARNINGS

YEAR ENDED DECEMBER 31, 2005

	Unallocated	1998	1999	2000	2001	2002	2003	TOTAL
OPERATING REVENUES:								
penalties and interest on taxes	\$ 407,079	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	407,079
Interest earned	183,500	-	-	-	-	-	-	183,500
TOTAL OPERATING REVENUES	590,579	-	-	-	-	-	-	590,579
OPERATING EXPENSES:								
Other services and charges	47,127	-	-	-	-	-	-	47,127
TOTAL OPERATING EXPENSES	47,127	-	-	-	-	-	-	47,127
OPERATING INCOME(LOSS)	543,452	-	-	-	-	-	-	543,452
INCOME(LOSS) BEFORE TRANSFERS								
Operating transfers in	5,055,864	-	-	-	-	-	-	5,055,864
Operating transfers out	(526,000)	(849,418)	(225,875)	(741,138)	(205,733)	(730,878)	(2,302,822)	(5,581,864)
TOTAL OTHER FINANCING SOURCES(USES)	4,529,864	(849,418)	(225,875)	(741,138)	(205,733)	(730,878)	(2,302,822)	(526,000)
CHANGE IN ASSETS								
Net assets, beginning of year	672,175	849,418	225,875	741,138	205,733	730,878	2,302,822	5,728,039
NET ASSETS, END OF YEAR \$	5,745,491	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	5,745,491

COUNTY OF MARQUETTE, MICHIGAN
INTERNAL SERVICE FUND – INSURANCE

BALANCE SHEET

December 31, 2005

ASSETS

Current Assets:

Cash	\$	393,780
Accounts Receivable		<u>—</u>

TOTAL CURRENT ASSETS	<u>393,780</u>
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TOTAL ASSETS	<u>393,780</u>
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LIABILITIES:

Current Liabilities:

Accounts Payable	<u>—</u>
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TOTAL CURRENT LIABILITIES	<u>—</u>
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TOTAL LIABILITIES	<u>—</u>
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NET ASSETS

Unrestricted	<u>393,780</u>
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TOTAL NET ASSETS	<u>\$ 393,780</u>
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COUNTY OF MARQUETTE, MICHIGAN

INTERNAL SERVICE FUND – INSURANCE

STATEMENT OF REVENUES, EXPENSES, AND CHANGES
IN RETAINED EARNINGS – BUDGET AND ACTUAL

YEAR ENDED DECEMBER 31, 2005

	2005		
	Final Amended Budget	Actual	Variance
OPERATING REVENUES:			
Interest earned	\$ 5,000	\$ 10,180	\$ 5,180
Insurance premium reimbursements	25,000	26,207	1,207
TOTAL OPERATING REVENUES	30,000	36,387	6,387
OPERATING EXPENSES:			
Other services and charges	30,000	–	30,000
TOTAL OPERATING EXPENSES	30,000	–	30,000
OPERATING INCOME(LOSS) BEFORE TRANSFERS	–	36,387	36,387
OTHER FINANCING SOURCES(USES):			
Operating transfers in	–	–	–
Operating transfers out	–	–	–
TOTAL OTHER FINANCING SOURCES (USES)	–	–	–
CHANGE IN NET ASSETS	–	36,387	36,387
Net assets, beginning of year	357,393	357,393	–
NET ASSETS, END OF YEAR \$	\$ 357,393	\$ 393,780	\$ 36,387

COUNTY OF MARQUETTE, MICHIGAN
INTERNAL SERVICE FUND – COPY/COMPUTER

BALANCE SHEET

December 31, 2005

ASSETS

Current Assets:

Cash	\$ 329,891
Receivables	-
Equipment, net	<u>371,488</u>

TOTAL CURRENT ASSETS	<u>701,379</u>
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TOTAL ASSETS	<u>701,379</u>
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LIABILITIES:

Current Liabilities:

Accounts Payable	<u>6,784</u>
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TOTAL CURRENT LIABILITIES	<u>6,784</u>
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TOTAL LIABILITIES	<u>6,784</u>
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NET ASSETS

Invested in capital assets, net of related debt	371,488
Unrestricted	<u>323,107</u>

TOTAL NET ASSETS	<u><u>\$ 694,595</u></u>
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COUNTY OF MARQUETTE, MICHIGAN

INTERNAL SERVICE FUND – COPY/COMPUTER

STATEMENT OF REVENUES, EXPENSES, AND CHANGES
IN RETAINED EARNINGS – BUDGET AND ACTUAL

YEAR ENDED DECEMBER 31, 2005

	2005		
	Final Amended Budget	Actual	Variance
OPERATING REVENUES:			
Copy Charges	\$ 47,600	\$ 36,729	\$ (10,871)
Other services and charges	320,663	227,381	(93,282)
Other	7,500	1,431	(6,069)
TOTAL OPERATING REVENUES	375,763	265,541	(110,222)
OPERATING EXPENSES:			
Personnel	5,050	3,742	1,308
Supplies	12,100	12,775	(675)
Other services and charges	217,940	191,726	26,214
Depreciation	112,597	121,056	(8,459)
Capital outlay	93,375	674	92,701
TOTAL OPERATING EXPENSES	441,062	329,973	111,089
OPERATING INCOME(LOSS) BEFORE TRANSFERS	(65,299)	(64,432)	867
OTHER FINANCING SOURCES(USES):			
Transfers in	-	-	-
Transfers out	-	-	-
TOTAL OTHER FINANCING SOURCES (USES)	-	-	-
CHANGE IN NET ASSETS	(65,299)	(64,432)	867
Net assets, beginning of year	759,027	759,027	-
NET ASSETS, END OF YEAR \$	\$ 693,728	\$ 694,595	\$ 867

COUNTY OF MARQUETTE, MICHIGAN
FIDUCIARY FUNDS
COMBINING STATEMENT OF NET ASSETS

December 31, 2005

		<u>Trust & Agency Fund</u>		<u>Payroll Fund</u>		<u>Penal Fines Fund</u>		<u>Total</u>
ASSETS								
Cash and investments	\$	1,320,560	\$	20,000	\$	19,043	\$	1,359,603
Due from other funds		<u>-</u>		<u>-</u>		<u>-</u>		<u>-</u>
Total Assets	\$	<u><u>1,320,560</u></u>	\$	<u><u>20,000</u></u>		<u><u>19,043</u></u>	\$	<u><u>1,359,603</u></u>
LIABILITIES								
Due to other funds		-		20,000		-		20,000
Due to other		<u>1,320,560</u>		<u>-</u>		<u>19,043</u>		<u>1,339,603</u>
Total Liabilities		<u><u>1,320,560</u></u>		<u><u>20,000</u></u>		<u><u>19,043</u></u>		<u><u>1,359,603</u></u>
Total Net Assets	\$	<u><u>-</u></u>	\$	<u><u>-</u></u>		<u><u>-</u></u>	\$	<u><u>-</u></u>

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ANDERSON, TACKMAN & COMPANY, P.L.C.

CERTIFIED PUBLIC ACCOUNTANTS

PARTNERS

JOHN W. BLEMBERG, CPA

ROBERT J. DOWNS, CPA, CVA

DANIEL E. BIANCHI, CPA

MICHIGAN
ESCANABA
IRON MOUNTAIN
KINROSS
MARQUETTE
WISCONSIN
GREEN BAY
MILWAUKEE

REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING
AND ON COMPLIANCE AND OTHER MATTERS
BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED IN
ACCORDANCE WITH *GOVERNMENT AUDITING STANDARDS*

Honorable Chairman and Members
Of the Board of Commissioners
County of Marquette, Michigan
Marquette, Michigan 49955

We have audited the accompanying financial statements of the governmental activities, business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information, which collectively comprise the basic financial statements of the County of Marquette, Michigan as of and for the year ended December 31, 2005, which collectively comprise the County of Marquette, Michigan's basic financial statements and have issued our report thereon dated April 28, 2006. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States.

Internal Control Over Financial Reporting

In planning and performing our audit, we considered the County of Marquette, Michigan's internal control over financial reporting in order to determine our auditing procedures for the purpose of expressing our opinions on the financial statements and not to provide an opinion on the internal control over financial reporting. However, we noted certain matters involving the internal control over financial reporting and its operation that we consider to be reportable conditions. Reportable conditions involve matters coming to our attention relating to significant deficiencies in the design or operation of the internal control over financial reporting that, in our judgment, could adversely affect the County of Marquette, Michigan's ability to initiate, record, process, and report financial data consistent with the assertions of management in the financial statements. Reportable conditions are described in a separate letter to management date April 28, 2006.

A material weakness is a reportable condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that misstatement caused by error or fraud in amounts that would be material in relation to the financial statements being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. Our consideration of the internal control over financial reporting would not necessarily disclose all matters in the internal control that might be reportable conditions and, accordingly, would not necessarily disclose all reportable conditions that are also considered to be material weaknesses. However, we believe that none of the reportable conditions described above is a material weakness.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the County of Marquette Michigan's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit and, accordingly, we do not express such an opinion. The results of our tests disclosed instances of noncompliance or other matters that are required to be reported under *Governmental Auditing Standards* and which are described in a separate letter to management dated April 28, 2006.

This report is intended solely for the information and use of the audit committee, management, and County Board of Commissioners, and federal awarding agencies and pass-through entities and is not intended to be and should not be used by anyone other than these specified parties.

Anderson, Tackman & Company, PLLC
Certified Public Accountants

April 28, 2006



ANDERSON, TACKMAN & COMPANY, P.L.C.

CERTIFIED PUBLIC ACCOUNTANTS

PARTNERS

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ESCANABA
IRON MOUNTAIN
KINROSS
MARQUETTE

WISCONSIN
GREEN BAY
MILWAUKEE

County of Marquette, Michigan
Report to Management Letter
For the Year Ended December 31, 2005

To the Honorable Chairman and Members of
The Board of Commissioners
County of Marquette, Michigan
Marquette, MI 49955

In planning and performing our audit of the financial statements of the County of Marquette for the year ended December 31, 2005, we considered its internal accounting control structure for the purpose of expressing an opinion on the financial statements and not to provide assurance on the internal control structure. However, we noted certain matters involving the internal control structure and its operation that we consider to be reportable conditions under standards established by the American Institute of Certified Public Accountants. Reportable conditions involve matters coming to our attention relating to deficiencies in the design or operation of the internal control structure that, in our judgment, could affect the organization's ability to record, process, summarize, and report financial data consistent with the assertions of management in the financial statements.

Reportable Conditions

PAYROLL

When performing our payroll test of controls, we noted that 13% of all payroll timesheets were not signed by the supervisor or employee. We recommend that all timesheets be signed by the employee and the supervisor to ensure accuracy and approval of the timesheets.

Instances of Non-compliance

Uniform Budgeting and Accounting Act (P.A. 621)

The State of Michigan has enacted Public Act 621, the Uniform Budgeting and Accounting Act, to provide for a system of uniform procedures for the preparation and execution of budgets in local units of government. The purpose of P.A. 621 is to require that all local units of government adopt balanced budgets, to establish responsibilities and define the procedure for the preparation, adoption and maintenance of the budget, and to require certain information for the budget process, including data for capital construction projects. The major provisions of P.A. 621 are as follows:

To the Honorable Chairman and Members of
The Board of Commissioners

1. Local Units of government must adopt a budget.
2. The budget, including accrued deficits and available unappropriated surpluses, must be balanced.
3. The budget must be amended when necessary.
4. Debt shall not be entered into unless the debt is permitted by law.
5. Expenditures shall not be incurred in excess of the amount appropriated.
6. Expenditures shall not be made unless authorized in the budget.
7. Violations of the act, disclosed in an audit of the financial records, in the absence of reasonable procedures, shall be filed with the State Treasurer and reported to the Attorney General.

The County was found to be in violation of the legal and contractual provisions of the Uniform Budgeting and Accounting Act (Public Act 621) in certain individual funds as enumerated upon in Footnote 15 of the financial statements.

The above reportable conditions in the internal control structure and instances of non-compliance are noted for your consideration. The following comments are not reportable conditions as defined by the AICPA but are management points for which we feel consideration should also be given.

Other Comments and Recommendations

Cash Deficits in Certain Funds

At December 31, 2005 the following funds had a cash and investment deficit:

Fund	Deficit Cash/ Investment Balance
Governmental Activities:	
Special Revenue Funds:	
Remonumentation	\$31,665
Friend of the Court	169,333
Sawyer Maintenance Fund	337,919
Health Department	45,,48
P.A. 511 Community Corrections	11,651
Probate Court Child Care	12,254
Sheriff MCTV	58,286

Although these funds had cash deficits the overall cash position of the County is positive at slightly over \$17 million for the total government. These deficits do however represent use of resources of

To the Honorable Chairman and Members of
The Board of Commissioners

other funds and in essence are inter-fund working capital loans or advances. We remind the Board these are normally short term in nature. We suggest the Board evaluate the remedy to replenish these funds and restore them to a more natural position.

This report is intended solely for the information and use of the County's management, and others within the County Administration.

We appreciate and would like to thank the County's staff for the cooperation and courtesy extended to us during our audit. We would be pleased to discuss any comments or answer any questions regarding our audit with you at your convenience.

Anderson, Tackman & Company, PLLC
Certified Public Accountants

April 28, 2006



ANDERSON, TACKMAN & COMPANY, P.L.C.

CERTIFIED PUBLIC ACCOUNTANTS

PARTNERS

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MICHIGAN
ESCANABA
IRON MOUNTAIN
KINROSS
MARQUETTE

WISCONSIN
GREEN BAY
MILWAUKEE

April 28, 2006

Board of County Commissioners
County of Marquette
Marquette, Michigan 49855

We have audited the financial statements of the County of Marquette for the year ended December 31, 2005, and have issued our report thereon dated April 28, 2006. Professional standards require that we provide you with the following information related to our audit.

Our Responsibility under U.S. Generally Accepted Auditing Standards and OMB Circular A-133

As stated in our engagement letter, our responsibility, as described by professional standards, is to plan and perform our audit to obtain reasonable, but not absolute, assurance about whether the financial statements are free of material misstatement and are fairly presented in accordance with U.S. generally accepted accounting standards. Because an audit is designed to provide reasonable, but not absolute assurance and because we did not perform a detailed examination of all transactions, there is a risk that material misstatements may exist and not be detected by us.

In planning and performing our audit, we considered the internal control structure over financial reporting in order to determine our auditing procedures for the purpose of expressing our opinion on the financial statements and not to provide assurance on the internal control over financial reporting. We also considered internal control over compliance with requirements that could have a direct and material effect on a major federal program in order to determine our auditing procedures for the purpose of expressing our opinion on compliance and to test and report on internal control over compliance in accordance with OMB Circular A-133.

As part of obtaining reasonable assurance about whether the financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grants, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit. Also, in accordance with OMB Circular A-133, we examined, on a test basis, evidence about the compliance with the types of compliance requirements described in the *U.S. Office of Management and Budget (OMB) Circular A-133 Compliance Supplement* applicable to each of its major federal programs for the purpose of expressing an opinion on compliance with those requirements. While our audit provides a reasonable basis for our opinion, it does not provide a legal determination on the compliance with those requirements.

Significant Accounting Policies

Management is responsible for the selection and use of appropriate accounting policies. In accordance with the terms of our engagement letter, we will advise management of the appropriateness of accounting policies and their application. The significant accounting policies used are described in the Footnotes of the financial statements. No new accounting policies were adopted and the application of existing policies was not changed during the year. We noted no transactions entered into during the year that were both significant and unusual, and of which, under professional standards, we are required to inform you, or transactions for which there is a lack of authoritative guidance or consensus.

Accounting Estimates

Accounting estimates are an integral part of the financial statements prepared by management and are based on management's knowledge and experience about past and current events and assumptions about future events. Certain accounting estimates are particularly sensitive because of their significance to the financial statements and because of the possibility that future events affecting them may differ significantly from those expected.

Audit Adjustments

For purposes of this letter, professional standards define a significant audit adjustment as a proposed correction of the financial statements that, in our judgement, may not have been detected except through our auditing procedures. An audit adjustment may or may not indicate matters that could have a significant effect on the financial reporting process (that is, cause future financial statements to be materially misstated). In our judgment, none of the adjustments we proposed, whether recorded or unrecorded, either individually or in the aggregate, indicate matters that could have a significant effect on the financial reporting process.

Disagreements with Management

For purposes of this letter, professional standards define a disagreement with management as a matter, whether or not resolved to our satisfaction, concerning a financial accounting, reporting, or auditing matter that could be significant to the financial statements or the auditors' report. We are pleased to report that no such disagreements arose during the course of our audit.

Consultation with Other Independent Accountants

In some cases, management may decide to consult with other accountants about auditing and accounting matters, similar to obtaining a "second opinion" on certain situations. If a consultation involves application of an accounting principal to the governmental unit's financial statements or a determination of the type of auditor's opinion that may be expressed on those statements, our professional standards require the consulting accountant to check with us to determine that the consultant has all the relevant facts. To our knowledge, there were no such consultations with other accountants.

Issues Discussed Prior to Retention of Independent Auditors

We generally discuss a variety of matters, including the application of accounting principles and auditing standards, with management each year prior to retention as the auditors. However, these discussions occurred in the normal course of our professional relationship and our responses were not a condition to our retention.

Difficulties Encountered in Performing the Audit

We encountered no significant difficulties in dealing with management in the performance of our audit.

Conclusion

This information is intended solely for the use of the Board and management and is not intended to be and should not be used by anyone other than these specified parties.

Anderson, Tackman & Company, PLLC
Certified Public Accountants